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BUDGET ESTIMATES
FOR THE
UNITED STATES
DEPARTMENT OF AGRICULTURE
FOR THE FISCAL YEAR ENDING
JUNE 30, 1967



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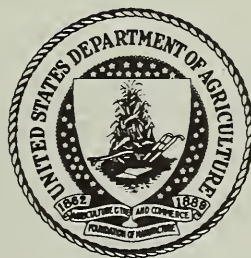
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A SEPARATE FROM THE BUDGET OF
THE UNITED STATES GOVERNMENT
1967

BUDGET ESTIMATES
FOR THE
UNITED STATES
DEPARTMENT OF AGRICULTURE
FOR THE FISCAL YEAR ENDING
JUNE 30, 1967

A Separate from the Budget of the United States Government
1967



U.S. GOVERNMENT PRINTING OFFICE
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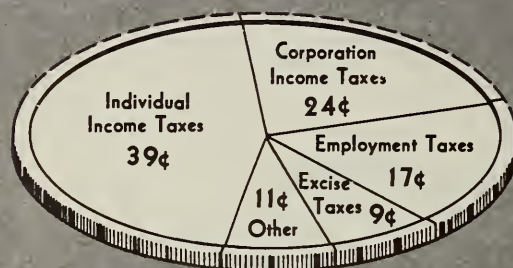
PART 2

SUMMARY TABLES

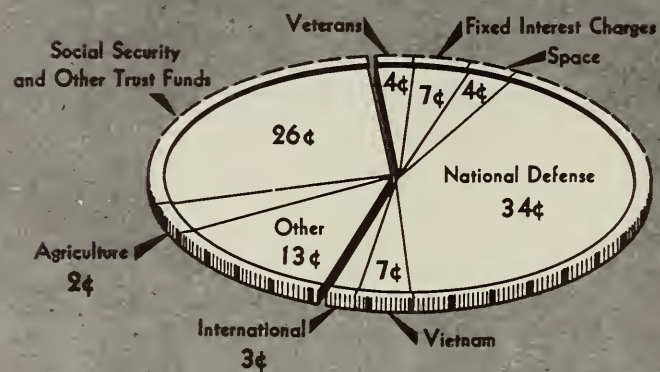
THE GOVERNMENT DOLLAR

Administrative Budget and Trust Funds

Where it comes from . . .



Where it goes . . .



Fiscal Year 1967 Estimate

Table 1. BUDGET RÉSUMÉ (in billions of dollars)

ADMINISTRATIVE BUDGET AND TRUST FUND RECEIPTS AND EXPENDITURES

Description	ADMINISTRATIVE BUDGET FUNDS			TRUST FUNDS		
	1965 actual	1966 estimate	1967 estimate	1965 actual	1966 estimate	1967 estimate
RECEIPTS						
Individual income taxes.....	48.8	51.4	56.2			
Corporation income taxes.....	25.5	29.7	34.4			
Employment taxes.....				16.9	18.8	24.3
Excise taxes.....	10.9	9.2	8.9	3.7	3.9	4.4
Unemployment tax deposits by States.....				3.1	2.9	2.9
Other receipts.....	8.8	10.4	12.2	8.1	8.8	10.8
Interfund transactions.....	-.9	-.6	-.7	-.6	-.8	-.8
Total receipts.....	93.1	100.0	111.0	31.0	33.5	41.6
EXPENDITURES						
National defense.....	50.2	56.6	60.5	.8	.9	.9
International affairs and finance.....	4.3	3.9	4.2	-.2	.2	.1
Space research and technology.....	5.1	5.6	5.3	*	*	*
Agriculture and agricultural resources.....	4.9	4.3	3.4	.9	.6	.6
Natural resources.....	2.8	2.9	3.1	.1	.1	.1
Commerce and transportation.....	3.5	3.2	2.7	3.9	3.8	3.9
Housing and community development.....	-.1	.1	.1	1.1	2.0	1.2
Health, labor, and welfare.....	5.9	8.4	10.0	23.2	26.6	31.1
Education.....	1.5	2.3	2.8	*	*	*
Veterans benefits and services.....	5.5	5.1	5.7	.6	.6	.7
Interest.....	11.4	12.1	12.9			
General government.....	2.4	2.5	2.6	*	*	*
Deposit funds (net).....				-.2	-.2	*
Allowance for contingencies.....		.1	.4			
Interfund transactions.....	-.9	-.6	-.7	-.6	-.8	-.8
Total expenditures.....	96.5	106.4	112.8	29.6	33.8	37.9
Excess of receipts (+) or expendi- tures (-).....	-3.4	-6.4	-1.8	+1.4	-.2	+3.7

CONSOLIDATED SUMMARY

Description	1965 actual	1966 estimate	1967 estimate
Cash receipts:			
Administrative budget receipts.....	93.1	100.0	111.0
Trust fund receipts.....	31.0	33.5	41.6
Intragovernmental and other noncash transactions.....	-4.4	-5.4	-7.1
Total receipts from the public.....	119.7	128.2	145.5
Cash expenditures:			
Administrative budget expenditures.....	96.5	106.4	112.8
Trust expenditures.....	29.6	33.8	37.9
Intragovernmental and other noncash transactions.....	-3.7	-5.2	-5.7
Total payments to the public.....	122.4	135.0	145.0
Excess of receipts from (+) or payments to (-) the public...	-2.7	-6.9	+5.5

Note.—For explanation of administrative budget funds and trust funds, see page 164. For details on receipts, see table 13 on pages 60 to 66. For details on expenditures, see table 14 on pages 145 to 159; for further detail, by agency and account, see pages 168 to 375.

*Less than \$50 million.

Table 2. RECEIPTS FROM AND PAYMENTS TO THE PUBLIC
(CONSOLIDATED CASH BASIS) (in billions of dollars)

Description	1965 actual	1966 estimate	1967 estimate
RECEIPTS FROM THE PUBLIC			
Individual income taxes.....	48.8	51.4	56.2
Corporation income taxes.....	25.5	29.7	34.4
Employment taxes.....	16.9	18.8	24.3
Excise taxes.....	14.6	13.0	13.3
Unemployment tax deposits by States.....	3.1	2.9	2.9
Estate and gift taxes.....	2.7	2.9	3.3
Customs.....	1.4	1.7	1.8
Veterans life insurance premiums.....	.5	.5	.5
Other receipts.....	6.3	7.2	8.8
Total receipts from the public.....	119.7	128.2	145.5
PAYMENTS TO THE PUBLIC			
National defense.....	50.8	57.4	61.4
International affairs and finance.....	4.6	4.1	4.4
Space research and technology.....	5.1	5.6	5.3
Agriculture and agricultural resources.....	5.4	4.6	3.6
Natural resources.....	2.8	2.9	3.0
Commerce and transportation.....	7.4	7.0	6.6
Housing and community development.....	.9	2.0	1.2
Health, labor, and welfare.....	28.3	34.1	39.3
Education.....	1.5	2.3	2.8
Veterans benefits and services.....	6.1	5.6	6.4
Interest.....	8.6	9.3	10.2
General government.....	2.3	2.4	2.5
Deposit funds (net).....	-.2	-.2	*
Allowance for contingencies.....		.1	.4
Other undistributed adjustments:			
Agency payments for employee retirement.....	-1.0	-1.1	-1.1
Deduction from employees' salaries for retirement.....	-1.0	-1.1	-1.1
Increase (—) or decrease in outstanding checks, etc.....	.9	-.1	.1
Total payments to the public.....	122.4	135.0	145.0
Excess of receipts from (+) or payments to (—) the public.....	-2.7	-6.9	+ .5

Note.—This table shows the flow of money between the Government and the public on a cash (collections and checks paid) basis. For fuller explanation, see special analysis A (pp. 378 to 386).

*Less than \$50 million.

Table 3. NEW OBLIGATIONAL AUTHORITY BY TYPE AND FUNCTION
(in billions of dollars)

Description	ADMINISTRATIVE BUDGET FUNDS			TRUST FUNDS		
	1965 actual	1966 estimate	1967 estimate	1965 actual	1966 estimate	1967 estimate
TYPE						
Authorizations requiring current action by Congress:						
Appropriations ¹	91.7	109.5	106.4	0.6	0.5	0.6
Reappropriations.....	*	*				
Authorizations to spend debt receipts.....	.6	.9	— .4			
Contract authorizations.....	1.2	1.2	.2	1.1	.1	1.1
Total authorizations requiring current action by Congress.....	93.6	111.6	106.3	1.6	.6	1.7
Authorizations not requiring current action by Congress (permanent):						
Appropriations ¹	12.2	12.9	13.8	26.7	29.0	36.4
Authorizations to spend debt receipts.....	.5	*	.9	.1	.3	.1
Contract authorizations.....	.4	1.5	1.0	3.6	5.2	4.3
Total authorizations not requiring current action by Congress (permanent).....	13.1	14.4	15.6	30.4	34.4	40.9
Total new obligational authority.....	106.6	126.0	121.9	32.0	35.0	42.6
FUNCTION						
National defense.....	53.2	65.8	62.2	.8	1.1	1.2
International affairs and finance.....	6.7	5.5	5.2	*	.2	*
Space research and technology.....	5.2	5.2	5.0	*	*	*
Agriculture and agricultural resources.....	4.3	5.9	4.2	*	*	*
Natural resources.....	3.0	3.1	3.1	.2	.2	.2
Commerce and transportation.....	3.3	3.9	3.4	3.9	4.1	4.4
Housing and community development.....	1.3	1.8	1.6	.5	.7	.6
Health, labor, and welfare.....	7.5	9.7	11.0	25.8	28.0	35.4
Education.....	2.4	4.3	4.2	*	*	*
Veterans benefits and services.....	5.8	6.0	6.1	.7	.7	.7
Interest.....	11.4	12.1	12.9			
General government.....	2.5	2.6	2.6	*	*	*
Allowance for contingencies.....		.1	.5			
Total new obligational authority.....	106.6	126.0	121.9	32.0	35.0	42.6

Note.—New obligational authority is the amount becoming available by act of Congress for the incurring of obligations which will result in expenditures. The various types of new obligational authority are explained on pages 164 and 165. For detailed information on new obligational authority by agency and account, see pages 168 to 375.

* Less than \$50 million.

¹ Excludes appropriations to liquidate contract authorizations:

Administrative budget funds, 1965, \$1.8 billion; 1966, \$2.2 billion; 1967, \$2.5 billion.

Trust funds, 1965, \$4.7 billion; 1966, \$4.8 billion; 1967, \$5.0 billion.

Table 4. NEW OBLIGATIONAL AUTHORITY BY AGENCY (in millions of dollars)

Description	1965 enacted	1966 estimate			1967 estimate		
		Enacted	Supple- mental needed	Total	Trans- mitted herein	Later trans- mittal	Total
ADMINISTRATIVE BUDGET FUNDS							
Legislative Branch.....	171	258	3	261	239	-----	239
The Judiciary.....	76	82	2	85	93	-----	93
Executive Office of the President.....	26	27	*	27	31	-----	31
Funds appropriated to the President.....	5,835	5,721	610	6,331	5,617	20	5,637
Department of Agriculture.....	7,433	8,385	45	8,430	6,993	—378	6,615
Department of Commerce.....	1,007	1,092	5	1,096	1,275	—132	1,143
Department of Defense—							
Military.....	49,363	48,629	13,209	61,838	58,938	-----	58,938
Department of Defense—Civil.....	1,318	1,380	25	1,405	1,358	-----	1,358
Department of Health, Educa- tion, and Welfare.....	7,131	9,244	1,113	10,358	11,654	60	11,714
Department of Housing and Urban Development.....	1,450	1,960	27	1,988	2,173	—738	1,435
Department of the Interior.....	1,335	1,427	—30	1,397	1,432	—42	1,390
Department of Justice.....	385	380	8	388	405	-----	405
Department of Labor.....	668	704	-----	704	696	—23	673
Post Office Department.....	781	674	255	930	836	-----	836
Department of State.....	396	401	2	403	402	-----	402
Treasury Department.....	12,802	13,514	28	13,542	14,299	-----	14,299
Atomic Energy Commission.....	2,625	2,366	-----	2,366	2,263	-----	2,263
Federal Aviation Agency.....	727	859	10	868	758	-----	758
General Services Administration.....	617	588	6	594	628	-----	628
National Aeronautics and Space Administration.....	5,250	5,175	-----	5,175	5,012	-----	5,012
Veterans Administration.....	5,792	5,690	312	6,002	5,960	100	6,060
Other independent agencies.....	1,303	1,572	21	1,593	1,373	-----	1,373
District of Columbia.....	118	95	6	101	80	23	104
Allowance for contingencies.....	-----	-----	100	100	-----	500	500
Total administrative budget.....	106,608	110,225	15,757	125,982	122,514	—609	121,904
TRUST FUNDS							
Department of Commerce.....	3,907	4,118	-----	4,118	4,078	283	4,361
Department of Health, Educa- tion, and Welfare.....	17,684	19,891	-----	19,891	27,058	-----	27,058
Department of Labor.....	4,132	3,910	-----	3,910	3,946	—23	3,923
Veterans Administration.....	712	723	-----	723	724	-----	724
Civil Service Commission.....	2,664	2,770	-----	2,770	2,851	-----	2,851
Railroad Retirement Board.....	1,337	1,419	-----	1,419	1,584	-----	1,584
Other agencies.....	1,566	2,210	7	2,217	2,078	5	2,082
Total trust funds.....	32,002	35,041	7	35,048	42,320	265	42,584

Note.—For explanation of the columnar headings for 1966 and 1967, see pages 166 and 167. For detailed information on new obligational authority by agency and account, see pages 168 to 375.

*Less than \$500 thousand.

Table 5. EXPENDITURES BY AGENCY (in millions of dollars)

Description	1965 actual	1966 estimate			1967 estimate		
		Enacted	Supple- mental needed	Total	Trans- mitted herein	Later trans- mittal	Total
ADMINISTRATIVE BUDGET FUNDS							
Legislative Branch.....	165	189	3	191	205	*	205
The Judiciary.....	75	82	2	84	93	*	93
Executive Office of the President.....	24	28	*	29	31	*	31
Funds appropriated to the President.....	4,307	4,498	370	4,868	4,638	390	5,028
Department of Agriculture.....	7,298	7,053	-164	6,889	6,610	-812	5,798
Department of Commerce.....	758	804	4	808	1,033	-110	923
Department of Defense—Military.....	46,173	48,236	4,689	52,925	53,000	4,150	57,150
Department of Defense—Civil.....	1,234	1,311	4	1,314	1,361	9	1,369
Department of Health, Education, and Welfare.....	5,740	7,100	562	7,662	10,076	115	10,191
Department of Housing and Urban Development.....	250	416	21	436	1,089	-1,503	-414
Department of the Interior.....	1,205	1,293	-51	1,242	1,388	-66	1,322
Department of Justice.....	358	377	7	384	404	1	405
Department of Labor.....	480	520	2	522	539	-17	522
Post Office Department.....	805	635	243	878	742	12	755
Department of State.....	383	406	2	407	405	*	405
Treasury Department.....	12,730	13,402	28	13,429	14,247	1	14,247
Atomic Energy Commission.....	2,625	2,390	-----	2,390	2,300	-----	2,300
Federal Aviation Agency.....	795	791	9	800	839	1	840
General Services Administration.....	622	592	6	598	633	*	633
National Aeronautics and Space Administration.....	5,093	5,600	-----	5,600	5,300	-----	5,300
Veterans Administration.....	5,488	4,866	311	5,177	5,628	91	5,718
Other independent agencies.....	708	632	-331	301	656	-381	275
District of Columbia.....	61	59	6	65	88	23	111
Allowance for contingencies.....	-----	-----	75	75	-----	350	350
Subtotal.....	97,377	101,279	5,797	107,075	111,305	2,254	113,559
Interfund transactions.....	-870	-----	-----	-647	-----	-----	-712
Total administrative budget.....	96,507	-----	-----	106,428	-----	-----	112,847
TRUST FUNDS							
Department of Commerce.....	4,047	4,008	-----	4,008	4,017	110	4,127
Department of Health, Education, and Welfare.....	17,460	20,833	8	20,841	25,144	-----	25,144
Department of Labor.....	3,130	2,890	*	2,891	2,947	*	2,947
Veterans Administration.....	617	547	-----	547	673	-----	673
Civil Service Commission.....	1,402	1,608	-----	1,608	1,733	-----	1,733
Railroad Retirement Board.....	1,185	1,239	1	1,240	1,274	-----	1,274
Other agencies.....	2,435	3,439	7	3,446	2,746	5	2,751
Subtotal.....	30,276	34,564	16	34,581	38,534	115	38,649
Interfund transactions.....	-638	-----	-----	-795	-----	-----	-767
Total trust funds.....	29,637	-----	-----	33,786	-----	-----	37,882

Note.—For explanation of the columnar headings for 1966 and 1967, see pages 166 and 167. For detailed information on expenditures by agency and account, see pages 168 to 375.

*Less than \$500 thousand.

Table 6. INVESTMENT, OPERATING, AND OTHER EXPENDITURES
(in millions of dollars)

Description	1965 actual	1966 estimate	1967 estimate
ADMINISTRATIVE BUDGET FUNDS			
Additions to Federal assets:			
Civil:			
Loans.....	1,547	-55	-2,492
Investments.....	326	122	154
Public works—sites and direct construction.....	2,773	2,924	2,859
Other.....	-170	385	349
National defense.....	14,007	16,273	17,854
Total, additions to Federal assets.....	18,483	19,648	18,724
Additions to State, local, and private assets:			
Civil.....	1,535	1,694	2,170
National defense.....	19	17	21
Total, additions to State, local, and private assets.....	1,554	1,711	2,191
Expenditures for other developmental purposes:			
Civil:			
Research and development.....	5,902	6,888	7,030
Other.....	2,182	3,614	5,508
National defense:			
Research and development.....	7,867	8,028	8,071
Other.....	17	17	19
Total, other developmental expenditures.....	15,967	18,547	20,629
Current aid, special services, and operations:			
Civil.....	33,119	34,867	37,089
National defense.....	28,253	32,228	34,575
Total, current aids, special services, and operations.....	61,372	67,095	71,665
Allowance for contingencies.....		75	350
Interfund transactions.....	-870	-647	-712
Total, administrative budget.....	96,507	106,428	112,847
TRUST FUNDS			
Additions to Federal assets:			
Loans.....	425	1,812	889
Public works.....	27	36	43
Other.....	24	28	31
Total, additions to Federal assets.....	475	1,876	962
Additions to State, local, and private assets.....	5,141	4,305	4,398
Expenditures for other developmental purposes.....	72	77	81
Retirement and social insurance benefits:			
Insurance and unemployment benefits.....	17,813	20,602	24,589
Other.....	2,433	2,672	2,864
Total, retirement and social insurance benefits.....	20,246	23,274	27,452
Current aids special services and operations.....	3,414	4,057	4,595
District of Columbia, deposit funds, and other unclassified items.....	928	992	1,158
Interfund transactions.....	-638	-795	-767
Total trust funds.....	29,637	33,786	37,882

Note.—For more information on this classification see special analysis D (pages 408 to 427).

Table 7. FEDERAL RECEIPTS AND EXPENDITURES IN THE NATIONAL INCOME ACCOUNTS (in billions of dollars)

Description	1965 actual	1966 estimate	1967 estimate
RECEIPTS, NATIONAL INCOME BASIS			
Personal tax and nontax receipts.....	51.2	54.8	60.5
Corporate profits tax accruals.....	27.0	29.3	31.1
Indirect business tax and nontax accruals.....	16.8	15.9	16.5
Contributions for social insurance.....	24.6	28.8	34.1
Total receipts, national income basis.....	119.6	128.8	142.2
EXPENDITURES, NATIONAL INCOME BASIS			
Purchases of goods and services.....	64.5	70.7	74.4
Transfer payments.....	30.3	34.2	39.2
Grants-in-aid to State and local governments.....	10.9	12.8	14.7
Net interest paid.....	8.6	9.0	9.7
Subsidies less current surplus of Government enterprises.....	4.1	4.3	4.7
Total expenditures, national income basis.....	118.3	131.0	142.7
Surplus (+) or deficit (-), national income basis.....	+1.2	-2.2	-0.5

RELATION OF THE FEDERAL SECTOR IN THE NATIONAL INCOME ACCOUNTS TO RECEIPTS FROM AND PAYMENTS TO THE PUBLIC

RECEIPTS			
Total Federal receipts, national income accounts.....	119.6	128.8	142.2
Plus: Receipts not included in Federal receipts in the national income accounts:			
District of Columbia government and other receipts.....	.4	.4	.4
Realization on loans and other assets.....	.6	.2	.3
Less: Receipt adjustments to consolidated cash basis:			
Employer and employee contributions to Federal retirement funds.....	2.2	2.2	2.2
Receipts netted against expenditures, etc.....	-1.5	-2.1	-2.3
Accrual to cash and other adjustments.....	.2	1.1	-2.5
Total Federal receipts from the public.....	119.7	128.2	145.5
EXPENDITURES			
Total Federal expenditures, national income accounts.....	118.3	131.0	142.7
Plus: Expenditures not included in Federal activities in the national income accounts:			
District of Columbia government expenditures, Federal home loan banks, and Federal land banks and other expenditures.....	1.8	1.1	1.3
Loans, purchase of land and net purchases of foreign currency.....	4.0	2.9	.3
Less: Expenditure adjustments to consolidated cash basis:			
Employer and employee contributions to Federal retirement funds.....	2.2	2.2	2.2
Receipts netted against expenditures, etc.....	-1.5	-2.1	-2.3
Accrual to cash adjustment.....	.6	-.5	-.9
Net expenditures of foreign currency and other adjustments.....	.4	.4	.3
Total Federal payments to the public.....	122.4	135.0	145.0

Note.—This table shows Federal receipts and expenditures on the basis used in the national income and gross national product statistics of the Department of Commerce. For a fuller explanation, see special analysis A (pp. 378 to 386).

Table 8. RELATION OF AUTHORIZATIONS TO EXPENDITURES
(in millions of dollars)

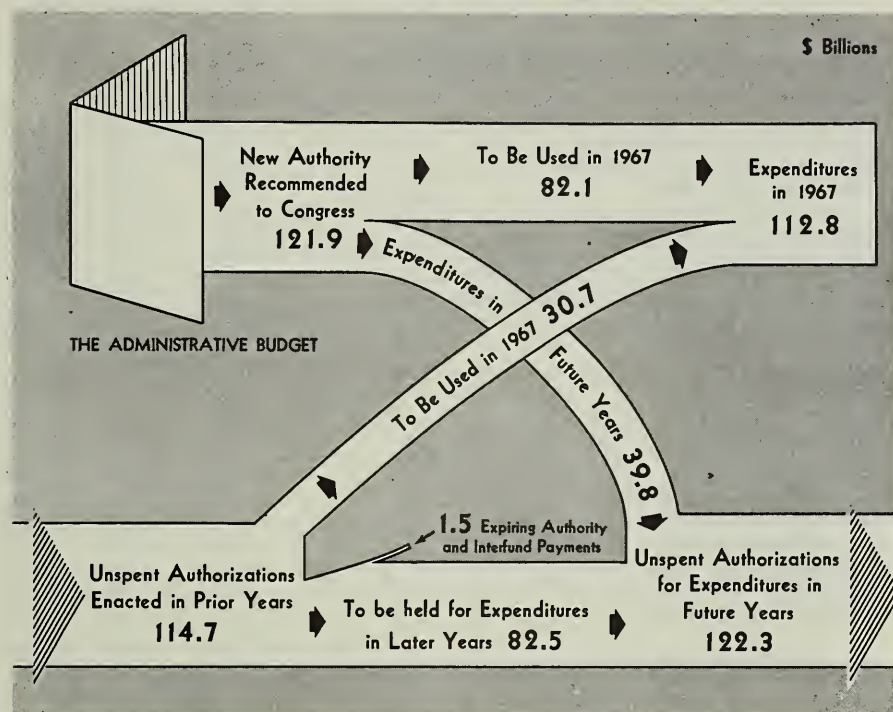
Description	1965 actual	1966 estimate	1967 estimate
ADMINISTRATIVE BUDGET FUNDS			
New obligational authority (tables 3 and 4): ¹			
Current authorizations.....	93,557	111,588	106,255
Permanent authorizations.....	13,051	14,394	15,650
Total new obligational authority.....	106,608	125,982	121,904
Unobligated balances brought forward, start of year (table 10).....	46,728	47,454	46,947
Appropriations available in prior year.....	-775	-832	-994
Appropriations available from subsequent year.....	832	994	944
Balances no longer available:			
Unobligated balances rescinded.....	-37	-45	-91
Unobligated balances lapsing.....	-1,129	-1,133	-259
Capital transfers from revolving funds to general fund.....	-169	-192	-197
Unobligated balances carried forward, end of year (table 10).....	-47,454	-46,947	-43,869
Obligations incurred, net (table 9).....	104,606	125,280	124,385
Obligated balances brought forward, start of year (table 10).....	42,617	49,607	67,787
Adjustments of obligated balances in expired accounts.....	-238	41	-177
Obligated balances carried forward, end of year (table 10).....	-49,607	-67,787	-78,436
Deficiency in expired accounts, start of year ²	-67	-66	-----
Deficiency in expired accounts, end of year.....	66	-----	-----
Interfund transactions (see note to table 14).....	-870	-647	-712
Total administrative budget expenditures (tables 1 and 5).....	96,507	106,428	112,847
From new obligational authority.....	-----	-----	82,108
From balances of prior obligational authority.....	-----	-----	30,739

Note.—This table (administrative budget and trust funds) summarizes and brings into relationship totals from the various other tabulations. The types of new obligational authority and the considerations involved in the various means of financing agency activities are explained on pages 164 to 167.

¹ Excludes appropriations to liquidate contract authorizations: 1965, \$1,782 million; 1966, \$2,210 million; 1967, \$2,504 million.

² Appropriations were enacted in 1966 to cover the deficiencies which occurred between 1956 and 1961.

Table 8. RELATION OF AUTHORIZATIONS TO EXPENDITURES—Con.
 1967 Administrative Budget—Relation of Authorizations to Expenditures



(In millions of dollars)

Description	1965 actual	1966 estimate	1967 estimate
TRUST FUNDS			
New obligational authority (tables 3 and 4): ³			
Current authorizations.....	1,616	613	1,712
Permanent authorizations.....	30,385	34,435	40,872
Total new obligational authority.....	32,002	35,048	42,584
Unobligated balances brought forward, start of year (table 10) ..	60,311	63,172	63,777
Balances no longer available: Unobligated balances lapsing.....	-22	-68	-36
Unobligated balances carried forward, end of year (table 10) ..	-63,172	-63,777	-67,771
Obligations incurred, net (table 9).....	29,118	34,375	38,554
Obligated balances brought forward, start of year (table 10) ..	10,066	10,328	10,615
Obligated balances carried forward, end of year (table 10) ..	-10,328	-10,615	-11,090
Adjustments for stock purchase, FNMA.....	42		
Subtotal.....	28,897	34,088	38,080
Government-sponsored enterprise expenditures.....	1,379	493	569
Interfund transactions (see note to table 14).....	-638	-795	-767
Total trust fund expenditures (tables 1 and 5).....	29,637	33,786	37,882
From new obligational authority.....			27,267
From balances of prior obligational authority.....			10,615

³ Excludes appropriations to liquidate contract authorizations: 1965, \$4,726 million; 1966, \$4,763 million; 1967, \$5,016 million.

Table 9. OBLIGATIONS INCURRED, NET (in millions of dollars)

Description	1965 actual	1966 estimate	1967 estimate
ADMINISTRATIVE BUDGET FUNDS			
Legislative Branch.....	174	181	229
The Judiciary.....	75	85	93
Executive Office of the President.....	25	28	31
Funds appropriated to the President.....	5,749	6,036	5,718
Department of Agriculture.....	7,395	8,126	6,205
Department of Commerce.....	759	1,392	1,214
Department of Defense—Military.....	48,326	62,344	61,669
Department of Defense—Civil.....	1,340	1,455	1,415
Department of Health, Education, and Welfare.....	6,974	10,345	11,684
Department of Housing and Urban Development.....	943	1,327	675
Department of the Interior.....	1,283	1,500	1,391
Department of Justice.....	355	394	402
Department of Labor.....	651	671	677
Post Office Department.....	762	937	836
Department of State.....	391	441	405
Treasury Department.....	12,776	13,562	14,306
Atomic Energy Commission.....	2,553	2,679	2,348
Federal Aviation Agency.....	698	921	881
General Services Administration.....	737	696	693
National Aeronautics and Space Administration.....	5,496	5,570	5,033
Veterans Administration.....	5,464	5,208	5,739
Other independent agencies.....	1,618	1,217	2,131
District of Columbia.....	61	65	111
Allowance for contingencies.....		100	500
Total administrative budget.....	104,606	125,280	124,385
TRUST FUNDS			
Department of Commerce.....	4,040	3,982	4,311
Department of Health, Education, and Welfare.....	17,462	20,882	25,196
Department of Labor.....	3,173	2,891	2,947
Veterans Administration.....	624	534	679
Civil Service Commission.....	1,424	1,603	1,745
Railroad Retirement Board.....	1,186	1,248	1,277
Other agencies.....	1,209	3,235	2,398
Total trust funds.....	29,118	34,375	38,554

Note.—This table reflects the net obligations incurred, as explained on pages 164 and 165. For administrative budget funds, obligations are determined by deducting from the gross obligations the applicable receipts of public enterprise funds and intragovernmental funds, and the reimbursements to general fund and special fund appropriations. For trust funds, net obligations are determined by deducting from the gross obligations the applicable receipts of trust revolving funds and the reimbursements to trust fund appropriations.

Table 10. BALANCES OF OBLIGATIONAL AUTHORITY (in millions of dollars)

Description	Start 1965		Start 1966— End 1965		Start 1967— End 1966		Start 1968— End 1967	
	Obligated	Unobligated	Obligated	Unobligated	Obligated	Unobligated	Obligated	Unobligated
ADMINISTRATIVE BUDGET FUNDS								
Legislative Branch.....	29	46	35	33	21	106	41	109
The Judiciary.....	4		4		5		5	
Executive Office of the President.....	3	1	4	1	4	*	4	
Funds appropriated to the President.....	6,095	9,018	7,521	9,044	8,690	9,330	9,380	9,216
Department of Agriculture.....	3,974	854	4,091	846	5,328	1,084	5,735	1,494
Department of Commerce.....	652	537	638	777	1,222	174	1,408	54
Department of Defense—Military.....	17,471	12,725	19,499	13,637	28,909	13,131	33,428	10,400
Department of Defense—Civil.....	156	156	263	131	403	81	449	24
Department of Health, Education, and Welfare.....	1,894	366	3,051	466	5,722	642	7,148	621
Department of Housing and Urban Development.....	3,781	9,535	4,474	9,716	5,365	9,715	6,453	10,222
Department of the Interior.....	369	225	446	263	704	128	772	101
Department of Justice.....	20	23	17	47	27	37	24	36
Department of Labor.....	42	304	209	305	358	314	514	311
Post Office Department.....	528	13	487	14	545		627	
Department of State.....	96	46	98	48	132	10	133	7
Treasury Department.....	151	274	195	44	327	23	386	15
Atomic Energy Commission.....	1,232	327	1,160	399	1,450	85	1,498	
Federal Aviation Agency.....	369	282	271	297	392	244	433	121
General Services Administration.....	261	431	374	299	472	188	532	116
National Aeronautics and Space Administration.....	2,414	789	2,814	540	2,784	145	2,517	124
Veterans Administration.....	330	766	304	953	334	1,686	355	1,947
Other independent agencies.....	2,745	9,903	3,651	9,471	4,565	9,711	6,419	8,845
District of Columbia.....		107		123		113		105
Allowance for contingencies.....					25		175	
Total administrative budget.....	42,617	46,728	49,607	47,454	67,787	46,947	78,436	43,869
TRUST FUNDS								
Department of Commerce.....	6,662	2,259	6,655	2,122	6,630	2,257	6,815	2,307
Department of Health, Education, and Welfare.....	88	21,950	91	22,172	133	21,181	185	23,043
Department of Labor.....	12	6,850	55	7,809	55	8,828	55	9,805
Veterans Administration.....	411	6,441	417	6,528	402	6,718	407	6,763
Civil Service Commission.....	105	14,699	127	15,940	122	17,107	133	18,214
Railroad Retirement Board.....	96	3,762	97	3,913	105	4,083	108	4,390
Other agencies ¹	2,692	4,350	2,886	4,688	3,168	3,602	3,387	3,250
Total trust funds.....	10,066	60,311	10,328	63,172	10,615	63,777	11,090	67,771

Note.—For explanation of balances carried forward see page 166.

^{*}Less than \$500 thousand.¹Obligated balances include deposit funds.

Table 11. THE PUBLIC DEBT (in millions of dollars)

Description	1965 actual	1966 estimate	1967 estimate
PUBLIC DEBT HELD BY THE PUBLIC			
Public debt held by the public, start of year.....	251,160	254,372	254,788
Change in public debt held by the public during the year:			
Consolidated cash excess of receipts (—) or payments (tables 1 and 2).....	2,696	6,894	—491
Receipts from exercise of monetary authority (—).....	—117	—901	—1,568
Increase or decrease (—) in debt issued in lieu of checks (table A-3).....	250	574	289
Increase or decrease (—) in cash on hand.....	1,749	—4,096
Net borrowing from or repayments (—) to the public.....	4,578	2,471	—1,770
Deduct net borrowing of Government enterprises from the public (included on preceding line) (table B-10).....	1,366	2,055	1,315
Net increase in public debt held by the public.....	3,212	417	—3,086
Public debt held by the public, end of year.....	254,372	254,788	251,702
PUBLIC DEBT HELD BY GOVERNMENT- ADMINISTERED FUNDS			
Public debt held by Government-administered funds, start of year.....	60,553	62,902	64,814
Change in public debt held by Government-administered funds during the year (table B-11).....	2,349	1,912	4,921
Public debt held by Government-administered funds, end of year.....	62,902	64,814	69,734
COMPARISON OF PUBLIC DEBT WITH STATUTORY LIMITATION AT END OF YEAR			
Public debt:			
Held by the public.....	254,372	254,788	251,702
Held by Government-administered funds.....	62,902	64,814	69,734
Total public debt.....	317,274	319,602	321,436
Portion of Government enterprise debt subject to the public debt limitation:			
Held by the public.....	451	297	110
Held by Government-administered funds.....	139	101	134
Total public and guaranteed Government enterprise debt.....	317,864	320,000	321,680
Portion of public debt not subject to limitation.....	—283	—200	—175
Debt subject to limitation, end of year.....	317,581	319,800	321,505
Statutory limitation on public debt, end of year:			
Under existing legislation.....	324,000	328,000	285,000
Under proposed legislation.....	(¹)

Note.—The first portion of this table reflects borrowing (or repayment thereof) through the issuance of U.S. securities to the public by both the Treasury and by certain "Government enterprises," a term used here to refer to activities which have authority to issue their own securities. The borrowing by such enterprises is then deducted to arrive at the changes in the public debt (a term which relates to securities issued by the Treasury). "Government-administered funds" in this table refers to activities which have authority to buy U.S. securities for investment purposes.

¹ To be proposed later after timing of estimated transactions can be examined on a more detailed basis.

Table 12. FULL-TIME PERMANENT EMPLOYMENT IN THE EXECUTIVE BRANCH

Description	As of June		
	1965 actual	1966 estimate	1967 estimate
Department of Agriculture.....	80,103	81,070	82,850
Department of Commerce.....	29,162	30,360	31,840
Department of Defense, Civil ¹	29,902	30,400	30,900
Department of Health, Education, and Welfare.....	81,741	92,500	99,010
Department of Housing and Urban Development.....	13,427	14,300	15,350
Department of the Interior.....	56,716	57,540	59,500
Department of Justice.....	32,620	32,650	32,700
Department of Labor.....	8,913	9,300	9,600
Post Office Department.....	461,211	481,250	500,000
Department of State.....	23,398	24,300	24,400
Agency for International Development.....	14,713	14,900	15,750
Peace Corps.....	1,061	1,150	1,200
Treasury Department.....	83,494	85,000	86,200
Atomic Energy Commission.....	7,047	7,000	7,030
Federal Aviation Agency.....	43,761	42,500	42,300
General Services Administration.....	35,370	35,750	36,750
National Aeronautics and Space Administration.....	33,082	33,700	34,000
Veterans Administration.....	147,007	145,700	150,850
Other agencies:			
Selective Service System.....	5,746	6,800	5,790
Small Business Administration.....	3,567	4,000	4,700
Tennessee Valley Authority.....	11,268	11,350	11,750
The Panama Canal.....	14,083	13,800	14,180
United States Information Agency.....	11,405	11,410	11,430
Miscellaneous agencies.....	29,288	29,770	30,620
Allowance for contingencies ²		1,900	4,800
Subtotal.....	1,258,085	1,298,400	1,343,500
Department of Defense, Military and Military Assistance ³	974,668	1,067,000	1,073,000
Total.....	2,232,753	2,365,400	2,416,500

Note.—The figures for 1966 and 1967 include tentative estimates for employment under appropriations proposed for later transmittal. In accordance with definitions of the Civil Service Commission, the figures cover employees who are employed on June 30. More detailed information on employment is contained in special analysis C on pages 399 to 407.

¹ Employment of the United States Soldiers' Home is included under "Other agencies" below.

² Subject to later distribution.

³ Consists of civilian employment for military functions and military assistance.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1965 enacted	1966 estimate	1967 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
FARMER COOPERATIVE SERVICE					
General and special funds:					
Salaries and expenses.....355 NOA	1,141	1,141 B 26	1,175	8	Estimate provides for research and technical assistance for agricultural cooperatives.
Exp.	1,095	1,141	1,170	29	
Intragovernmental funds:					
Advances and reimbursements.....355 Exp.	24	13	-----	-13	
Total, Farmer Cooperative Service.	1,141	1,141 B 26	1,175	8	
Exp.	1,119	1,154	1,170	16	
SOIL CONSERVATION SERVICE					
General and special funds:					
Conservation operations.....354 NOA	105,808	106,194 B 2,608	109,020	218	The 1967 estimate increases technical assistance on recreation projects and continues the 1966 level of operations in Appalachia but provides a reduced rate for soil surveys.
Exp.	104,471	109,572	109,000	-572	
Watershed planning.....401 NOA	6,321	5,713 B 140	6,397	129	The 1967 estimate will continue current level of watershed planning in the Appalachian region.
Reappropriation.....NOA Exp.	5,049	415 6,654	6,343	-311	
Watershed protection.....401 NOA	71,240	65,746 B 585	66,559	228	Estimate will start construction on about 35 watershed projects, continue construction on 330, complete 40, provide advance engineering and technical assistance to 358 projects, and increase river basin surveys.
Exp.	61,304	66,086	70,120	4,034	

Flood prevention.....	401	NOA	26,317	25,411 B 160 29,371	25,654	83	Estimate will continue operations on the 10 uncompleted projects.
		Exp.	24,972		26,776	-2,595	
Great Plains conservation program	354	NOA	14,864	16,000 B 82 13,478	16,112	30	Estimate provides cost-sharing assistance and technical services to farmers and ranchers for the development and installation of land conservation plans.
		Exp.	12,493		15,004	1,526	
Resource conservation and development.....	354	NOA	1,813	4,301 B 46 3,880	4,574	227	Estimate includes funds to plan additional projects and continue operations in 20 projects.
		Exp.	1,000		6,003	2,123	
Total, Soil Conservation Service.		NOA	226,362	223,780 B 3,621 229,041	228,316	915	
		Exp.	209,288		233,246	4,205	
ECONOMIC RESEARCH SERVICE							
Salaries and expenses.....	355	NOA	11,222	11,536 B 246 11,696	12,547	765	Increases are for research on Appalachia, rural incomes and economy, water management and use problems in agriculture, and basic statistics on farm income parity.
		Exp.	10,138		12,401	705	
STATISTICAL REPORTING SERVICE							
Salaries and expenses.....	355	NOA	11,866	13,751 B 250 13,819	13,434	-567	Nonrecurring cost of a large computer more than offsets increases for an improved farm employment data collection system and for extension of the basic program to improve crop and livestock estimates in the 48 coterminous States.
		Exp.	11,584		13,370	-449	
Intragovernmental funds: Advances and reimbursements.....	355	Exp.	2	16		-16	
Total, Statistical Reporting Service.		NOA	11,866	13,751 B 250 13,835	13,434	-567	
		Exp.	11,586		13,370	-465	

^B Proposed for separate transmittal, civilian pay increase supplemental.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1965 enacted	1966 estimate	1967 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
CONSUMER AND MARKETING SERVICE					
General and special funds:					
Consumer protective, marketing and regulatory programs.....355	40,487	78,149 A 20,360 B 1,905 77,893	86,265 A -71,298 85,862 A -66,172	-85,447 -58,203	The decrease reflects proposed legislation to finance meat and poultry inspection and certain marketing services on a fee basis. The 1966 supplemental will establish the revolving fund required by the proposed legislation.
Exp.	39,991				
Payments to States and possessions.....355	1,500	1,750	1,750		Estimate provides for matching payments to States for programs to improve marketing.
NOA	1,500	1,750	1,750		
Exp.					
Special milk program.....659	51,500	103,000	21,000	-82,000	Program will be directed to needy children plus children in needy schools where there is no lunch program.
NOA	51,500				
Exp.	86,609	89,000	37,000	-52,000	
School lunch program.....659	146,400	157,000	138,000	-19,000	An increase of \$4.5 million in special assistance to needy schools is more than offset by decreases of \$14.3 million for commodity procurement and \$9.2 million in cash payments to States.
NOA	45,000	45,000	45,000		
Exp.	178,580	186,000	168,000	-18,000	
Food stamp program.....659	25,000	79,992		50,008	The expanded program will be financed entirely by transfer from the permanent appropriation, "Removal of Surplus Agricultural Commodities."
NOA	30,650		150,000		
NOA		20,000			
Reappropriation.....	34,395	88,700	132,600	43,900	
Exp.					
Perishable Agricultural Commodities Act fund (permanent, indefinite, special fund).....355	911	927	927		License fees are used to cover the cost of administering the license system.
NOA	847	938	948	10	
Exp.					

Removal of surplus agricultural commodities (permanent, indefinite).....351	NOA	231,167	332,321	215,883	-116,438	30% of certain custom receipts is available to finance this and related Federal programs. Decrease results from transfer of funds to finance food stamp program.
Exp.	Exp.	272,932	321,079	185,883	-135,196	
Intragovernmental funds:						
Advances and reimbursements.....355	Exp.	103				
Total, Consumer and Marketing Service.	NOA	624,115	818,139 A 20,360 B 1,905	658,825 A -71,298	-252,877	
Exp.	Exp.	614,957	765,360	612,043 A -66,172	-219,489	
FOREIGN AGRICULTURAL SERVICE						
General and special funds:						
Salaries and expenses.....355	NOA	20,779	20,574 B 178	21,379	627	The increase is to strengthen attaché service, market development supervision, and Public Law 480 compliance activities.
Permanent.....	NOA	3,117	3,117	3,117	3,620	
Exp.	Exp.	17,127	17,510	21,130		
Salaries and expenses (special foreign currency program).....355	Exp.	1,355	1,000	1,000		(Program is financed from balances of prior year appropriations.)
Total, Foreign Agricultural Service.	NOA	23,896	23,691 B 178	24,496	627	
Exp.	Exp.	18,482	18,510	22,130	3,620	
COMMODITY EXCHANGE AUTHORITY						
Salaries and expenses.....355	NOA	1,169	1,169 B 28	1,398	201	Increase provides for expanding investigations and supervision of futures trading.
Exp.	Exp.	1,144	1,202	1,391	189	

^A Proposed for separate transmittal, other than pay increase supplemental.

^B Proposed for separate transmittal, civilian pay increase supplemental.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1965 enacted	1966 estimate	1967 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE					
General and special funds—Continued					
Expenses, Agricultural Stabilization and Conservation Service 351	108,552 107,886	126,278 125,092	135,891 134,522	9,613 9,430	Increase is primarily for financing administration of the cropland adjustment program.
Sugar Act program 351 NOA Exp.	96,000 92,108	95,000 94,089	80,000 85,132	—15,000 —8,957	Decrease results from anticipated reduced plantings and from lower payments for prior year crops.
Agricultural conservation program:					
Contract authorization 354 NOA	220,000 (225,000)	220,000 (220,000)	100,000 (220,000)	—120,000	Reduction proposed will provide adequate funds to cost-share high priority conservation practices.
Liquidation of contract authorization.	216,139	218,982	210,108	—8,874	
Appalachian region conservation program 354 NOA Exp.	7,000 215	6,785	4,375 4,375	4,375 —2,410	Estimate is for cost-sharing assistance in the conservation and development of the region's soil, water, woodland, wildlife, and recreation resources.
Cropland conversion program: Contract authorization (permanent) 351	10,000 (15,000)	10,000 (7,500)	10,000 (10,000)	—	(Increases in appropriation to liquidate contract authorization in 1967 is due to financing the full year's program in 1967.)
Liquidation of contract authorization.	9,667	9,738	9,917	(2,500) 179	
Cropland adjustment program 351 NOA Exp.	—	—	200,000 200,000	200,000 200,000	The funds will be used to assist farmers to divert land from the production of unneeded crops and to reimburse CCC for funds used in 1966.
Conservation reserve program 351 NOA Exp.	194,000 193,698	146,000 148,497	143,000 140,000	—3,000 —8,497	Requirements for annual rental payments will decrease in 1967 with contracts expiring on about 536,000 acres in 1966.

Emergency conservation measures.....354	NOA Exp.	14,000 10,008	24,000 18,400	5,000 18,200	-19,000 -200	Payments are for cost-sharing assistance to farmers and ranchers to rehabilitate lands damaged by natural disasters.
Indemnity payments to dairy farmers.....355	NOA Exp.	1,000 261	300 320	----- 100	-300 -220	Special appropriation in 1965 was to pay farmers for milk excluded from markets due to pesticide residues. Authority for making these payments has expired.
Total, Agricultural Stabilization and Conservation Service.	NOA Exp.	650,552 629,982	621,578 621,903	678,266 802,354	56,688 180,451	
COMMODITY CREDIT CORPORATION						
Price Support and Related Programs						
Public enterprise funds:						
Price support and related programs: 351	NOA	-----	744,944	-----	-744,944	
Contract authorization (permanent, indefinite).		(841,856)	-----	(1,065,682)	(1,065,682)	
Appropriation to liquidate contract authorization.						
Reimbursement for net realized losses.	NOA Exp.	1,832,144 2,645,883 (37,351)	2,800,000 2,250,038 (36,650)	2,490,173 2,164,329 (34,300)	-309,827 -85,709 (-2,350)	Request in 1967 is to restore balance of 1964 and total 1965 losses and provide sufficient borrowing authority in 1967.
Limitation on administrative expenses.						
Special milk program: 659	Exp.	-129	-30	-----	30	(Program is now being financed through an appropriation under the Consumer and Marketing Service.)
Reimbursement for costs for special milk program.						
Total, price support and related programs.	NOA Exp.	1,832,144 2,645,754	3,544,944 2,250,008	2,490,173 2,164,329	-1,054,771 -85,679	

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1965 enacted	1966 estimate	1967 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
COMMODITY CREDIT CORPORATION— Continued					
Special Activities					
Intragovernmental funds:					
Military housing, barter and ex- change.....351	-2,438	-2,000	-2,000		The facilities of the Commodity Credit Corporation are available by law for carrying out the various programs listed. Subsequent recovery of costs incurred is made from special revenues, appropriations, or from other agencies.
National Wool Act (permanent, indefinite).....351	87,770	22,577	37,373	14,796	(Receipts are from Department of Defense for housing constructed in France, using foreign currencies acquired by sale of agricultural commodities.)
Exp. 22,668		37,549	47,331	9,782	Increase due to higher payment rates.
Miscellaneous game bird pro- tection.....351	68	-198	20	218	(A portion of this item is included in Department of the Interior and the remainder is an appropriation to reimburse the Corporation included in "Reimbursement for net realized losses.")
Exp. 68					(This item to be included in Agricultural Research Service.)
Research to increase domestic con- sumption of farm commodities (permanent).....355	12,175	9,357		-9,357	(Corporation funds are transferred to the Agricultural Research Service for specified research projects.)
Exp. 4,661					(Corporation funds may be loaned to the Secretary of Agriculture to carry out the agricultural conservation program. Borrowings in 1967 are expected to be lower due to smaller program.)
Research to reduce surplus com- modities.....355	1,822	4,750	7,500	2,750	
Exp. 1,822					
Loans for conservation purposes 354	-2,960	2,600	-15,000	-17,600	
Exp. -2,960					

Cropland adjustment program 351	Exp.	-----	30,000	-30,000	-60,000	(Corporation funds will be used in 1966 for carrying out the cropland adjustment program. Reimbursement to the Corporation is requested for the cropland adjustment program under the Agricultural Stabilization and Conservation Service.)
Transfer of long-staple cotton from national stockpile for sale by Commodity Credit Corporation.....351	Exp.	11,792	-77	-----	77	(The Corporation is authorized to sell cotton released from the national stockpile. Proceeds, less costs incurred, are deposited in the Treasury as miscellaneous receipts.)
Total, special activities financed by Commodity Credit Corporation.	NOA Exp.	99,945 35,613	22,577 81,981	37,373 7,851	14,796 -74,130	
Total, Commodity Credit Corporation.	NOA Exp.	1,932,089 2,681,368	3,567,521 2,331,989	2,527,546 2,172,180	-1,039,975 -159,809	
FOREIGN ASSISTANCE AND SPECIAL EXPORT PROGRAMS						
General and special funds:						
Public Law 480:						
Sale of commodities for foreign currencies.....154	NOA Exp.	1,862,000 1,293,368	1,144,000 1,114,037	1,040,000 994,000	-104,000 -120,037	Expenditures for the 5 following items are expenditures made by the Government (through Commodity Credit Corporation) in each year for the respective programs. Decrease is primarily due to lower wheat and cotton prices and lower ocean transportation costs. The volume of commodities shipped will be larger in 1967 than in 1966. Decrease is primarily due to availability of prior year funds.
Grants of commodities for famine relief.....154	NOA Exp.	220,453 147,212	298,500 285,949	200,000 283,000	-98,500 -2,949	Increase is primarily to reimburse CCC for excess prior years' costs. (Decrease is due primarily to lower wheat and cotton prices and reduced cotton shipments and higher repayments from foreign governments.)
Losses on long-term sales contracts.....154	NOA Exp.	235,000 200,198	215,500 301,166	377,000 262,000	161,500 -39,166	

^E Includes \$70 million to carry out authorizing legislation to be proposed.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1965 enacted	1966 estimate	1967 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
FOREIGN ASSISTANCE AND SPECIAL EXPORT PROGRAMS—Continued					
General and special funds—Continued					
International Wheat Agreement NOA	81,838	27,544	60,000	32,456	Estimate for 1967 reimburses CCC for prior-year costs in excess of appropriations and covers export payments through July 31, 1966.
351 Exp.	34,845	74,993	2,705	—72,288	
Bartered materials for supplemental stockpile.....	92,860	-----	13,000	13,000	1965 NOA was sufficient to cover all 1966 costs and a portion of 1967 costs. Expenditures are for value of strategic materials acquired by barter transferred to supplemental stockpile.
351 Exp.	40,647	33,800	41,087	7,287	
Reimbursements to CCC in excess of or under (—) expenditures by CCC for programs.	775,881	—124,401	107,208	231,609	(Expenditures shown above have been made by the Commodity Credit Corporation in advance of appropriations in some years. This adjustment line brings the total of this group to the amounts paid by the appropriations to the Corporation during each year.)
Subtotal.....	2,492,151	1,685,544	1,690,000	4,456	In 1966, estimate indicates amount owed CCC by foreign assistance programs will go up from \$33,248 thousand to \$157,649 thousand. In 1967 it will be cut to \$50,441 thousand.
NOA Exp.	2,492,151	1,685,544	1,690,000	4,456	
Increase or decrease (—) in amount owed by general fund to Commodity Credit Corporation.	—775,881	124,401	—107,208	—231,609	
Total, foreign assistance and special export programs.	4,492,151	1,685,544	1,690,000	4,456	
NOA Exp.	1,716,270	1,809,945	1,582,792	—227,153	
Total, Commodity Credit Corporation and foreign assistance and special export programs.	4,424,240	5,253,065	4,217,546	—1,035,519	
NOA Exp.	4,397,638	4,141,934	3,754,972	—386,962	

FEDERAL CROP INSURANCE CORPORATION

Administrative and operating expenses.....	NOA	7,478	7,990	8,546	354	Increase is to extend crop insurance protection to at least 40 new counties.
Exp.351		7,518	B 202 8,145	8,509	364	
Public enterprise funds:						
Federal Crop Insurance Corporation fund.....	Exp.	903	3,479	1,688	-1,791	(Decrease is due primarily to increase in receipt of insurance premiums.)
Limitation on administrative expenses.		(3,638)	(4,000)	(4,000)	-----	

Total, Federal Crop Insurance Corporation.	NOA	7,478	7,990	8,546	354
Exp.		8,421	B 202 11,624	10,197	-1,427

RURAL ELECTRIFICATION ADMINISTRATION

General and special funds:						The estimate of \$305 million plus balances of previous years will provide for estimated loan commitments of \$270 million for electrification and \$85 million for telephone. Proposed legislation permits loan receipts to be used to reduce expenditures in 1966, and both NOA and expenditures in 1967.
Loans (authorization to spend debt receipts).....	NOA	435,000	462,000	305,000	-462,000	
Exp.353		380,582	370,000 A -189,000	380,000 A -196,000	3,000	

Salaries and expenses.....	NOA	11,934	11,934	12,202	-----	Estimate covers administrative expense of the rural electrification and telephone programs.
Exp.		11,832	B 268 12,105	12,174	69	

Total, Rural Electrification Administration.	NOA	446,934	473,934	317,202	-462,000
Exp.		392,414	B 268 382,105 A -189,000	A -305,000 392,174 A -196,000	3,069

A Proposed for separate transmittal, other than pay increase supplemental.
B Proposed for separate transmittal, civilian pay increase supplemental.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1965 enacted	1966 estimate	1967 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
FARMERS HOME ADMINISTRATION					
General and special funds—Continued					
Rural water and waste disposal grants.....352	NOA Exp.	20,000	26,000	6,000	The increase is for development grants to rural communities under 5,500 population.
Rural renewal.....352	NOA Exp.	1,200	1,200	—	Provides for program operations in 5 pilot project areas.
Rural housing for domestic farm labor.....352	NOA Exp.	2,091	1,200	—891	Grant assistance will be continued to nonprofit public or private organizations for low-rent housing and related facilities.
Rural housing grants.....352	NOA Exp.	3,000	3,000	—	Increase is for repair and improvement grants to rural residents having low incomes.
Salaries and expenses.....352	NOA Exp.	4,000	4,000	—	Increase is mainly to provide for administrative costs of increased rural water and waste disposal system and real estate loan programs.
Public enterprise funds:					
Direct loan account.....352	NOA Exp.	48,461	51,600	1,939	Receipts and balances will finance an estimated loan program of \$397.1 million in 1967.
Rural housing direct loan account.....352	NOA Exp.	41,558	41,333	—225	No appropriation is necessary in 1967 to fund this newly established direct loan account. Program level in 1967 is estimated at \$15 million.
Authorization to spend debt receipts.....	NOA Exp.	49,011	51,000	1,989	Receipts and balances will finance estimated \$375 million program in 1967.
Rural housing insurance fund.....352	NOA Exp.	100,000	—	—100,000	(Receipts and balances will finance a loan program of \$64 million and administrative expenses of \$4 million in 1967.)
Emergency credit revolving fund.....352	NOA Exp.	31,350	—8,625	—39,975	
		3,024	3,118	94	

Agricultural credit insurance fund 352	Exp.	9,000	2,141	-102,555	-104,696	(Sale of loans will increase in 1967. Contingent liabilities for insured loans as of June 30, 1967, is estimated to be \$1,385 million.)
Sale of certificates of participation 352	Exp.			A -549,000	-549,000	(Legislation will be proposed to sell certificates of participation in FHA direct loans.)
Total, Farmers Home Administration 352	NOA	204,858	175,161 B 1,200	85,800	-90,561	
	Exp.	285,171	100,398	-4,036 A -549,000	-653,434	
RURAL COMMUNITY DEVELOPMENT SERVICE						
General and special funds: Salaries and expenses 355	NOA	182	625 B 12	3,468	2,831	Increase provides for additional personnel and other administrative services to strengthen the coordination and liaison efforts related to developing the economy of rural areas.
	Exp.	125	660	3,328	2,668	
Intragovernmental funds: Advances and reimbursements 355	Exp.	148	143	15	-128	
Total, Rural Community Development Service.	NOA	182	625 B 12	3,468	2,831	
	Exp.	274	803	3,343	2,540	
OFFICE OF THE INSPECTOR GENERAL						
General and special funds: Salaries and expenses 355	NOA	10,116	10,468 B 145	11,602	989	Estimate provides for expanded departmentwide audit and investigation services.
	Exp.	9,703	10,584	11,567	983	

^A Proposed for separate transmittal, other than pay increase supplemental.

^B Proposed for separate transmittal, civilian pay increase supplemental.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1965 enacted	1966 estimate	1967 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
OFFICE OF THE GENERAL COUNSEL					
General and special funds—Continued					
Salaries and expenses.....355 NOA	4,039	4,184 B 102	4,325	39	Estimate provides for legal services to the Department's programs.
Exp.	3,965	4,273	4,319	46	
OFFICE OF INFORMATION					
Salaries and expenses.....355 NOA	1,689	1,889 B 26	1,826	—89	An increase for additional personnel is more than offset by a non-recurring 1966 printing expense.
Exp.	1,698	1,919	1,838	—81	
NATIONAL AGRICULTURAL LIBRARY					
Salaries and expenses.....355 NOA	1,599	1,699 B 36	2,501	766	Increase is due primarily to the expansion of services to scientists and automation of library systems.
Exp.	1,508	1,777	2,428	651	
Library facilities.....355 NOA	119	7,000 2,004	3,400	—7,000 1,396	Decrease reflects nonrecurring construction funds. The new library is scheduled for completion in 1968.
Total, National Agricultural Library.	1,599	8,699 B 36	2,501	—6,234	
Exp.	1,627	3,781	5,828	2,047	
OFFICE OF MANAGEMENT SERVICES					
Salaries and expenses.....355 NOA	2,483	2,483 B 59	2,687	145	Provides central financing of management services for a number of smaller agencies. Increase is for additional personnel.
Exp.	2,401	2,541	2,681	140	

GENERAL ADMINISTRATION									
Salaries and expenses.....	355	NOA	3,553	3,848 B 80	3,959	31	The estimate will maintain the current level in the Office of the Secretary and staff offices.		
Exp.			3,487	3,838	3,959	121			
Intragovernmental funds:									
Working capital fund.....	355	Exp.	41	97	54	-43			
Total, general administration..		NOA	3,553	3,848 B 80	3,959	31			
Exp.			3,528	3,935	4,013	78			
NATIONAL ADVISORY COMMISSION ON FOOD AND FIBER									
General and special funds:							The estimate will finance the central expenses of the recently established National Advisory Commission on Food and Fiber		
Expenses.....	355	NOA Exp.			645 645	645 645			
FOREST SERVICE									
Forest protection and utilization		NOA	226,572	216,292 A 10,000	225,188	-3,894	Supplemental is for fighting forest fires. Decrease in 1967 results from nonrecurring construction partially offset by increases for recreation facilities, land classifications, adjustments and surveys, and water resource development.		
402				B 2,790					
Exp.			216,349	217,725 A 10,000	222,640	-5,085			
Cooperative range improvements (special fund).....	402	NOA Exp.	700 700	700 700	700 700		These funds are advanced to and merged with the appropriation "Forest protection and utilization."		
Forest roads and trails.....	402								
Contract authorization:							Program will construct or reconstruct about 1,605 miles of multi-purpose roads. (Increase in 1967 results from repair of Pacific Northwest flood damage.)		
Current.....		NOA	123,000	85,000	D 85,000				
Permanent.....		NOA	(75,972)	(101,172) B (964)	(102,530)	(394)			
Liquidation of contract authorization.			80,458	111,085	102,530	-8,555			

^A Proposed for separate transmittal, other than pay increase supplemental.
^B Proposed for separate transmittal, civilian pay increase supplemental.
^D To carry out authorizing legislation to be proposed.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1965 enacted	1966 estimate	1967 estimate	Increase or decrease (—)	Explanation of NOA requests
DEPARTMENT OF AGRICULTURE—Continued					
FOREST SERVICE—Continued					
General and special funds—Continued					
Access roads.....402 Exp.	438	981	-----	-981	(Prior balances will acquire interest in roads or rights-of-way; future activity will be financed in forest roads and trails.)
Acquisition of lands for national forests:					
Special acts (special fund) ..402 NOA Exp.	70 48	80 75	80 80	----- 5	Certain forest receipts otherwise payable to counties in Utah, Nevada, and California are used to acquire lands within national forests.
Uinta National Forest.....402 NOA Exp.	-----	-----	300 275	300 275	Provides for the purchase of land within the Uinta National Forest as authorized by Public Law 89-226.
Wasatch National Forest.....402 NOA Exp.	150 48	-----	-----	----- -347	(Approximately 10,000 acres of land have been acquired and completes the 1965 appropriation authorization.)
Superior National Forest.....402 Exp.	371	630	-----	-630	
Cache National Forest.....402 Exp.	-----	41	-----	-41	
Assistance to States for tree planting.....402 NOA Exp.	1,000 1,060	1,000 1,030	1,000 1,000	----- -30	Aid is given, mainly through grants for reforestation work.
Timber development organization loans and technical assistance ..402 NOA Exp.	1,000	-----	500 800	500 150	The estimate provides for loans and technical assistance to individuals in the Appalachian region.

Expenses, brush disposal (permanent, indefinite, special fund) 402	NOA Exp.	9,551 8,529	8,500 8,400	8,600 8,500	100 100	Certain receipts from purchases of timber are applied to disposal of brush on cutover areas.
Roads and trails for States, national forest funds (permanent, indefinite, special fund) 402	NOA Exp.	13,141 13,141	14,204 14,204	14,700 14,700	496 496	Permanent law makes available 10 percent of national forest receipts for construction and maintenance of roads and trails in national forests within the States from which the receipts were derived.
Other Forest Service permanent appropriations 402	NOA Exp.	33,574 33,578	36,351 36,378	37,650 37,659	1,299 1,281	Provides generally for the use of a portion of the revenues from operations on national forests and national grasslands for, payment to States and counties to be used for schools and roads and trails.
Intragovernmental funds: Advances and reimbursements 402	Exp.	39	179	-----	-179	
Working capital fund, Forest Service 402	Exp.	-1,709	-2,010	-1,867	143	
Total, Forest Service 402	NOA	408,760	362,127 A 10,000 B 2,790 390,415 A 10,000	373,718	-1,199	
Total, Department of Agriculture	NOA	7,432,540	8,384,589 A 30,830 B 14,407	6,992,974 A -377,776	-1,814,628	
Exp.	Exp.	7,298,052	7,052,609 A -178,546 B 14,585	6,610,162 A -812,634 B 786	-1,090,334	

A Proposed for separate transmittal, other than pay increase supplemental.

B Proposed for separate transmittal, civilian pay increase supplemental.

ANALYSIS OF NEW OBLIGATIONAL AUTHORITY AND EXPENDITURES BY AGENCY (in thousands of dollars)—Continued

Account and functional code	1965 enacted	1966 estimate	1967 estimate	Increase or decrease (—)	Explanation of NOA requests
FUNDS APPROPRIATED TO THE PRESIDENT—Continued					
MISCELLANEOUS—Continued					
General and special funds—Continued					
Translation of publications and Exp. scientific cooperation, special foreign currency programs...355	618	247	243	—4	(Continuation of this program is provided under the National Science Foundation and the Department of Agriculture.)
Total miscellaneous..... Exp.	636	247	243	—4	
Total funds appropriated to the President.	5,834,929	5,721,401	5,616,812	—694,589	
Exp.	4,307,263	A 610,000	A 20,000		
		4,497,537	4,637,822	160,285	
		A 370,000	A 390,000		
DEPARTMENT OF AGRICULTURE					
AGRICULTURAL RESEARCH SERVICE					
General and special funds:					
Salaries and expenses.....355 NOA	227,133	197,901	177,728	—20,422	Increases are for staffing and operating new and expanded research laboratories and watershed research centers, plant and animal disease and pest control and eradication activities, construction of facilities at Clay Center, Nebr., and Miles City, Mont., and plans for relocation of animal quarantine station at Clifton, N.J. These increases are more than offset by decreases which reflect termination of \$5.6 million in low-priority research, \$11.7 million in nonrecurring construction costs and completion of the 1-year screwworm survey in Mexico plus the reduction or elimination of a number of control programs amounting to \$7.8 million, and \$1.5 million in anticipated legislation to place certain control activities on a self-supporting basis.
Permanent..... NOA		A 470	A —1,478		
Reappropriation..... NOA		B 3,201	25,000		
Exp.	1,000	18,100			
	202,701	2,000	193,100	—3,953	
		195,137	A —1,462		
		A 454			

Salaries and expenses (special foreign currency program).....	NOA Exp.	2,000 6,553	3,000 6,338	7,012	-3,000 674	Appropriation for special foreign currency program is to be replaced by a direct authorization to spend currencies.
Miscellaneous expired accounts.....	Exp.	679	480	200	-280	
Intragovernmental funds:						
Working capital fund, Agricultural Research Center.....	Exp.	-67				
Total, Agricultural Research Service.	NOA	230,133	221,001 A 470 B 3,201	202,728 A -1,478	-23,422	
	Exp.	209,866	201,955 A 454	200,312 A -1,462	-3,559	
COOPERATIVE STATE RESEARCH SERVICE						
General and special funds:	NOA	50,297	54,795 B 32	47,740	-7,487	Decreases of \$8.5 million in payments for agricultural research and \$2 million in grants for facilities are partially offset by a \$2.9 million increase in contracts and grants for scientific research.
Payments and expenses.....	NOA		400			
Permanent.....	Exp.	46,867	58,348	47,747	-10,601	
EXTENSION SERVICE						
Cooperative extension work, payments and expenses.....	NOA Exp.	85,857 84,805	89,135 89,378	90,224 90,226	1,089 348	Increase is for payments to the States under the Smith-Lever Act to continue work in the Appalachian region.
Intragovernmental funds:						
Advances and reimbursements.....	Exp.	-73				
Total, Extension Service.....	NOA Exp.	85,857 84,732	89,135 89,878	90,224 90,226	1,089 348	

^A Proposed for separate transmittal, other than pay increase supplemental.
^B Proposed for separate transmittal, civilian pay increase supplemental.

Peace Corps gifts and donations. 152	NOA Exp.	228 138	290 400	256 256	-34 -144	Gifts and donations from foreign governments help support the local program.
Total, funds appropriated to the President.	NOA Exp.	772,502 746,864	1,137,641 869,061	1,144,857 892,325	7,216 23,264	
DEPARTMENT OF AGRICULTURE						
Miscellaneous trust funds.....351	Exp.	43	2	-----	-2	(Receipts, primarily from States and local organizations, are available for work under cooperative agreements with Agricultural Stabilization and Conservation Service.)
354	NOA Exp.	752 798	884 850	950 940	66 90	Receipts, primarily from States and local organizations, are available for work under cooperative agreements with Soil Conservation Service.
355	NOA Exp.	29,123 28,224	29,984 29,771	30,939 30,448	558 290	Fees are used for inspection and grading services of Consumer and Marketing Service and Agricultural Research Service, relieving general revenues of this expense. Other receipts are used under cooperative agreements. The increase is due primarily to more requests by users of these inspection and grading services.
Farmers Home Administration (trust revolving fund).....352	Exp.	-1,083	-601	-585	16	(Funds of 38 States are administered in insured loan programs within those States.)
Forest Service: Cooperative work 402	NOA Exp.	28,073 24,043	28,955 27,650	29,955 28,850	1,000 1,200	Advances from others are used in cooperative work, such as reforestation, in forests and on land adjacent to forests.
Total, Department of Agriculture.	NOA Exp.	57,948 52,025	59,823 57,672	61,844 59,653	1,624 1,594	

- The increase in the Veterans Administration is principally to provide for the 82% rise in nursing home beds, the initiation and expansion of the use of new medical techniques in hospitals for veterans, and an improved quality of medical care for veterans.
- The growth in the Department of the Interior is chiefly to take care of education of Indians on Government reservations; support to the Office of Economic Opportunity for the Job Corps; new power facilities; the Northwest-Southwest intertie; and anticipated increase of about 7% in visitors to the national parks.
- The increase in the Department of Agriculture is mainly to provide for uncontrollable workload in meat and poultry inspections, expanded loan activities, and more visitors to the national forests; it also provides for support to the Office of Economic Opportunity, and for expansion of resource development projects.
- The increase in Treasury is primarily for rising workloads in Internal Revenue operations due to an increase in the number of tax returns of 1.3%, and the accelerated efforts in the Bureau of the Mint to expand coin production, which will result in an increase in the number of coins minted by 35% over 1966. Were it not for anticipated improvements in productivity a substantially larger number of employees would be required. The Bureau of Customs will handle a 5% increase in inspectional workload with a 1.6% increase in inspectors, an increase in productivity of 3.4%.
- Other increases are in the General Services Administration to meet greater workloads in the operation of additional public buildings, and supply support activities; in the Tennessee Valley Authority to provide for the operation of power units being completed and for construction for new water resource facilities; and in other agencies to meet requirements for expanded services.
- A decrease in employment for the Federal Aviation Agency will result from an increased productivity of 5% for airways facilities operation and maintenance and other economy measures.

The following summary breakdown of changes in civilian employment during 1967 indicates the major factors at work:

<i>Cost reduction; conversion of military to civilian positions and reductions in Post Office overtime</i>	31.1 thousand
<i>Increase in Post Office workloads</i>	7.8 thousand
<i>Increases in major Great Society Programs—health, labor, education, housing and community development, economic opportunity program, and aid to the needy</i>	8.7 thousand
<i>Veterans Administration, for improved medical services</i>	5.2 thousand
<i>All other</i>	—1.7 thousand

TOTAL FEDERAL PERSONNEL

Almost nine-tenths of executive branch civilian employment consists of permanent full-time employees. The remainder is made up of temporary, part-time, and intermittent workers needed for seasonal work and special assignments of short duration. In addition, the total of Federal Government personnel includes military as well as civilians. The grand total personnel of the executive branch was 5,183,000 in June 1965, and is estimated at 5,663,000 for June 1966, and 5,831,000 for June 1967. Employment of the legislative and judicial branches in June 1965 was about 32,000 in addition.

	<i>As of June</i>		
	<i>1965 actual</i>	<i>1966 estimate</i>	<i>1967 estimate</i>
Civilian employment in the executive branch:			
Permanent full time.....	2,232,753	2,365,400	2,416,500
Other than permanent full time.....	¹ 263,337	273,800	283,500
Military personnel:			
Department of Defense.....	2,653,142	2,987,343	3,093,109
Reimbursable details to other agencies.....	1,841	2,343	2,331
Treasury Department (Coast Guard).....	31,776	34,153	35,336
Total executive branch personnel.....	5,182,849	5,663,039	5,830,776
Legislative and judicial personnel.....	31,851		
Total.....	5,214,700		

¹ Includes 25,860 appointments under the President's youth opportunity campaign.

GEOGRAPHICAL DISTRIBUTION OF CIVILIAN EMPLOYMENT

Table C-2 presents data on the geographical distribution of Federal employment. Most Federal employees—almost 83%—work in the various States. A little over 11% are located in the Washington, D.C., metropolitan area. An additional 6% are in foreign countries and in U.S. territories and possessions. Federal employment in foreign countries has decreased by 3,726 since 1960. This has benefited our balance-of-payments position, as well as reduced costs.

PERSONNEL COMPENSATION AND BENEFITS

Estimates of the Federal payroll and related costs are shown in table C-3. Direct compensation includes regular pay, and special pay for overtime, holiday, and standby time, differentials for night-work and overseas duty, flight and hazardous duty, etc. Related personnel benefits include the Government's share of Federal retirement and old-age, survivors, and disability insurance costs; employees' life insurance, health insurance and benefits, and similar payments; cost-of-living and quarters allowances; uniform allowances (when paid in cash); and, in the case of the military personnel, allowances for subsistence, reenlistment bonuses, and certain other cash payments.

Table C-2. FEDERAL CIVILIAN EMPLOYMENT BY GEOGRAPHICAL LOCATION (as of June 1965)

Location	Total ¹	Location	Total ¹
Washington, D.C., metropolitan area.....	² 280,019	Ohio.....	93,764
Alabama.....	61,915	Oklahoma.....	45,806
Alaska.....	14,006	Oregon.....	21,518
Arizona.....	22,049	Pennsylvania.....	131,687
Arkansas.....	15,327	Rhode Island.....	12,997
California.....	251,375	South Carolina.....	24,596
Colorado.....	36,605	South Dakota.....	9,417
Connecticut.....	15,596	Tennessee.....	37,457
Delaware.....	3,584	Texas.....	124,386
Florida.....	55,044	Utah.....	29,101
Georgia.....	62,363	Vermont.....	3,157
Hawaii.....	23,044	Virginia ³	70,736
Idaho.....	7,151	Washington.....	47,405
Illinois.....	101,315	West Virginia.....	11,725
Indiana.....	34,832	Wisconsin.....	22,410
Iowa.....	17,416	Wyoming.....	5,088
Kansas.....	20,470	Total United States.....	2,373,579
Kentucky.....	28,377	Outside United States:	
Louisiana.....	24,846	Territories and possessions.....	33,309
Maine.....	14,847	Foreign countries.....	⁴ 121,053
Maryland ³	51,194	Total outside United States.....	154,362
Massachusetts.....	61,129	Total employment.....	2,527,941
Michigan.....	45,780	Legislative and judicial.....	-31,851
Minnesota.....	26,866	Total employment, executive branch.....	2,496,090
Mississippi.....	18,172	Other than full-time permanent.....	-263,337
Missouri.....	55,339	Total, full-time permanent employment, executive branch.....	2,232,753
Montana.....	9,781		
Nebraska.....	15,593		
Nevada.....	7,133		
New Hampshire.....	4,437		
New Jersey.....	56,033		
New Mexico.....	24,534		
New York.....	177,187		
North Carolina.....	31,688		
North Dakota.....	7,282		

¹ Distribution by State is partially estimated.

² Includes 255,199 employees of the executive branch and 24,820 of the legislative and judicial branches.

³ Excludes employment within the Washington, D.C., metropolitan area, which includes the District of Columbia, and the adjacent counties and cities in Maryland and Virginia.

⁴ Includes 105,519 foreign nationals classified as Federal employees; excludes 130,451 foreign nationals working for Department of Defense under contract agreements, or other arrangements with foreign governments which provide for the furnishing of personal services.

The obligations to be incurred for civilian personnel compensation and benefits in 1967 are estimated at \$21.2 billion.

Some of the personnel are employed by trust funds (such as old-age and survivors insurance) and some are employed by public enterprise funds (such as the Post Office). After deducting for the costs of such employees, the remaining personnel costs are \$15.4 billion.

Table C-3. ESTIMATED PERSONNEL COMPENSATION AND BENEFITS

[Fiscal years. In millions of dollars]

Description	1965	1966	1967
Total civilian personnel costs:			
Direct compensation.....	17,450	18,900	19,600
Personnel benefits.....	1,400	1,500	1,600
Total.....	18,850	20,400	21,200
Civilian personnel costs of trust funds: ¹			
Direct compensation.....	550	700	700
Personnel benefits.....	50	50	50
Total.....	600	750	750
Civilian personnel costs of public enterprise funds (with their own receipts):			
Direct compensation.....	4,200	4,500	4,700
Personnel benefits.....	300	350	400
Total.....	4,500	4,850	5,100
Remaining personnel costs (i.e., excluding trust and public enterprise funds):			
Direct compensation.....	12,700	13,700	14,200
Personnel benefits.....	1,050	1,100	1,150
Total.....	13,750	14,800	15,350
MEMORANDUM			
Total military personnel costs: ²			
Direct compensation.....	8,800	10,000	10,900
Personnel benefits.....	2,750	3,000	3,200
Total.....	11,550	13,000	14,100

¹ Includes annexed budget agencies.² Excludes Reserve components.

Government pay scales for "blue collar" workers have for many years been subject to administrative adjustment to correspond to pay for comparable work in private industry; as wages in private industry advanced, Federal compensation for such workers also increased.

Pay for most other Federal workers has been set by statute. In 1962, the Congress adopted the principle of comparability with private industry pay for the same work levels, and in pay scale changes effective in October 1962, January 1964, July 1964, and October 1965, significant progress has been made toward the achievement of comparability. The compensation figures reflect such changes, as well as changes in the number of employees.

Special efforts were made last year, and again in the preparation of this budget, to hold down unwarranted escalation in average grades and salaries. In 1965, for the first time in a long period, there was no Government-wide change in average grade of Classification Act employees. Average salaries showed only a slight advancement (apart from changes in pay scales), mostly due to within-grade salary advancements and reclassifications of new positions in certain agencies.

CHANGE IN POSITION STRUCTURE

Changes have taken place in the position structure as a result of changes in the character of the Government's workload and in the employee skills required to deal with it. For example, between 1954 and 1965, greater specialization and emphasis on research and development led to an increase of 53% in the number of engineers in the Federal service, and 83% in the number of physical scientists. During this period, the Government's need for professional medical personnel rose 31% and for biological scientists, 46%. At the same time, the expanded efforts to reduce employment and to increase productivity—in many cases by shifting from manual to semiautomatic or automatic processing methods—decreased the need for unskilled employees.

A recent analysis made by the Civil Service Commission shows the following changes in position structure of Classification Act employees between 1961 and 1965:

- Reduction in percentage of clerical and aide jobs (GS-1 to GS-6) from 53.2% to 47.3% of total employment.
- Increase in percentage of professional, technical, and administrative jobs (GS-7 to GS-15) from 46.7% to 52.4% of total employment.
- Increase in GS-16 to GS-18 jobs from 0.1 to 0.3% of total employment.

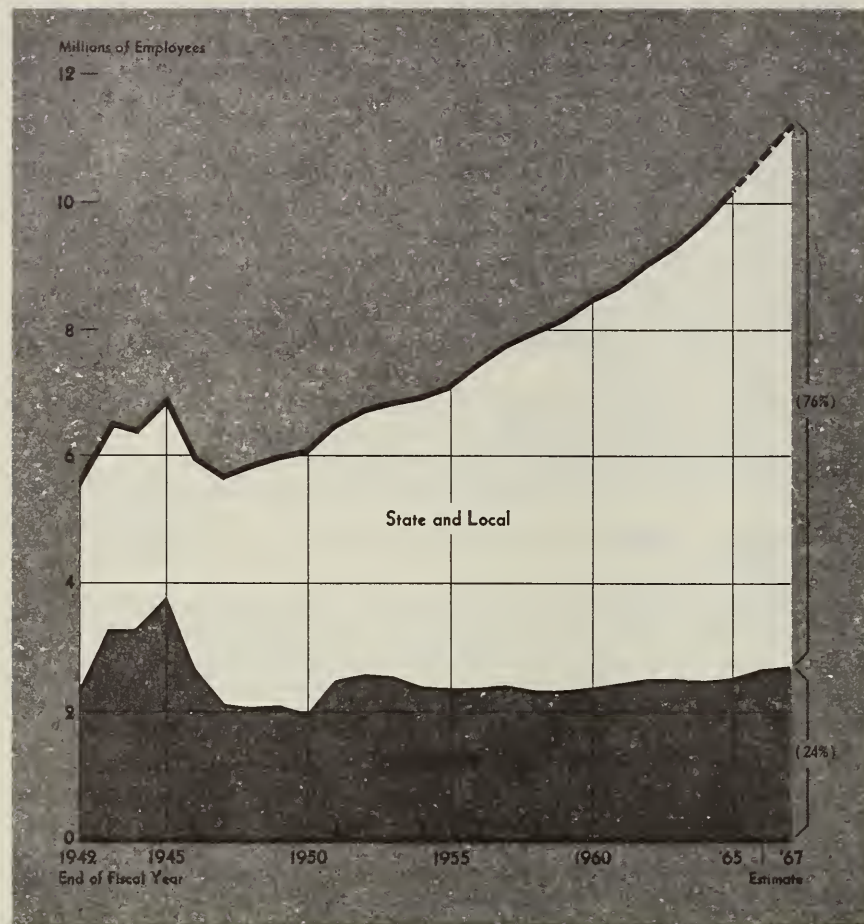
During this period many new programs were initiated and ongoing programs were reoriented in scope and complexity with a resulting greater need for higher level professional and technical personnel. Continued vigilance is being exercised to assure that Federal agencies do not adopt topheavy organization and position structures.

TRENDS IN NUMBERS OF EMPLOYEES AND WORKLOAD

With the continued growth in population, in national income, and in economic activity generally, there has been a concomitant growth in the volume of public services which the Government is called upon to render. In the fiscal year 1967, for example, the participants in the food stamp program will rise 44%; the square nautical miles surveyed by the Coast and Geodetic Survey will increase 19%; the number of passport applications will rise 10%; coins minted will increase 35%; subsidized school lunches served will be up 6%; takeoffs and landings at airports served by Federal towers will increase 10%; establishments with Federal meat inspectors will rise 5%; the number of pieces of mail deposited in the post office will be up 4%; and customs inspections of packages will rise 4%. The staffing for new programs such as hospital insurance for the elderly, and increased demands for services can be accommodated only by increased productivity or additional workers, or a combination of both.

The continuing concerted effort to utilize Federal employees more effectively, to improve work methods and organization, and to utilize new techniques to achieve improvements in productivity have resulted in holding Federal employment to much lower levels than otherwise would have been possible.

Government Civilian Employment



Over the past decade, in fact, total Federal civilian employment (including temporary and part time) has not risen in step with related factors. For example:

- In 1955, there were 14.3 Federal civilian employees for every 1,000 people in the Nation; in 1965, this number was reduced to 12.8. Excluding the buildup of civilian support for Vietnam operations by the Department of Defense, Federal employment per 1,000 population is expected to remain at approximately the 1965 level in both 1966 and 1967.
- In 1955, one out of every three public civilian employees worked for the Federal Government, and the other two for State or local government units. In 1965, this ratio was one out of four, and it will continue to drop.

A historical comparison of total Federal civilian employment in the executive branch (including temporary and part-time employment) with employment by State and local governments and U.S. population for 1942-67 is shown in table C-4.

Table C-4. GOVERNMENT EMPLOYMENT AND POPULATION, 1942-67

Year	Government employment				Population	
	Federal executive branch ¹ (thousands)	State and local governments (thousands)	All governmental units (thousands)	Federal as percent of all governmental units	Total United States (thousands)	Federal employment per 1,000 population
1942.....	2,272	3,310	5,582	40.7	135,361	16.8
1943.....	3,274	3,184	6,458	50.7	137,250	23.9
1944.....	3,304	3,092	6,396	51.7	138,916	23.8
1945.....	3,787	3,104	6,891	55.0	140,468	27.0
1946.....	2,666	3,305	5,971	44.6	141,936	18.8
1947.....	2,082	3,568	5,650	36.8	144,698	14.4
1948.....	2,044	3,776	5,820	35.1	147,208	13.9
1949.....	2,075	3,906	5,981	34.7	149,767	13.9
1950.....	1,934	4,078	6,012	32.2	152,271	12.7
1951.....	2,456	4,031	6,487	37.9	154,878	15.9
1952.....	2,574	4,134	6,708	38.4	157,553	16.3
1953.....	2,532	4,282	6,814	37.2	160,184	15.8
1954.....	2,382	4,552	6,934	34.4	163,026	14.6
1955.....	2,371	4,728	7,099	33.4	165,931	14.3
1956.....	2,372	5,064	7,436	31.9	168,903	14.0
1957.....	2,391	5,380	7,771	30.8	171,984	13.9
1958.....	2,355	5,630	7,985	29.5	174,882	13.5
1959.....	2,355	5,806	8,161	28.9	177,830	13.2
1960.....	² 2,371	6,073	8,444	28.1	180,684	13.1
1961.....	2,407	6,295	8,702	27.7	183,756	13.1
1962.....	2,485	6,533	9,018	27.6	186,656	13.3
1963.....	³ 2,490	6,834	9,324	26.7	189,417	13.1
1964.....	³ 2,469	7,236	9,705	25.4	192,119	12.9
1965.....	2,496	7,659	10,155	24.6	194,583	12.8
1966 (estimated) ⁴	2,639	-----	-----	24.6	-----	13.4
1967 (estimated) ⁴	2,700	-----	-----	24.0	-----	13.6

¹ Covers total end-of-year employment in full-time permanent, temporary, part-time, and intermittent positions.

² Includes piece-rate census workers employed for the decennial census.

³ Excludes 7,411 project employees in 1963 and 406 project employees in 1964 for the public works acceleration program.

⁴ An official projection of population and of State and local government employment for 1966 and 1967 is not available. The percentages and ratios shown for these years are consistent with a range of reasonable estimates based on recent trends in population and State and local employment.

SPECIAL ANALYSIS C

CIVILIAN EMPLOYMENT IN THE EXECUTIVE BRANCH

Following 3 successive years of relatively stable Federal civilian employment, the buildup of military support for Vietnam operations, coupled with the conversion of military to civilian positions in the Department of Defense and rising postal and other workloads, will cause Federal employment to rise in fiscal years 1966 and 1967. Every agency head has been directed to keep the work force at minimum levels by eliminating functions, consolidating operations, closing unnecessary offices and installations, and abolishing vacancies. In order for this program to achieve maximum results, primary attention is being given to controlling employment in full-time permanent positions.

FULL-TIME PERMANENT CIVILIAN EMPLOYMENT

Vigorous action by agency managers to carry out the frugality and manpower control directives of the President has resulted in maintaining the same level of permanent full-time civilian employment for the past 3 years—approximately 2,230,000.

The 1967 budget estimates that by June 1966 civilian employment in full-time permanent positions will be 2,365,000. Since the 1966 budget was originally submitted last January, two major factors have led to an increase in end-of-year civilian employment estimates:

First, the increased Defense and foreign assistance activities associated with the heightened conflict in Vietnam, requiring a rise of 79 thousand civilian employees;

Second, a series of management improvements which reduce Government costs—chiefly a reduction in Post Office overtime and the conversion of a number of Defense Department positions from military to civilian occupancy. These cost reduction actions will save money but require, in 1966, the substitution of 66 thousand civilian employees for other higher-cost employment services.

Aside from employment increases for these two purposes, civilian employment at the end of June 1966 is estimated to be 20 thousand lower than projected in last January's budget.

Approximately 56% of all Federal civilian full-time permanent employment for June 1967, other than for Defense military activities, will be in three agencies: Post Office, Veterans Administration, and Health, Education, and Welfare. Another 22% is found in Agriculture, Treasury, Interior, Commerce, and the General Services Administration. The remaining 22% is accounted for by more than 60 smaller agencies of the Government. Estimated civilian employment for the military activities of the Department of Defense, includ-

Table C-1. SUMMARY OF FULL-TIME PERMANENT EMPLOYMENT IN THE EXECUTIVE BRANCH

Agency	As of June				Increase 1967 over 1966
	1965 actual	1966 estimate		1967 estimate	
		In 1966 budget	Current		
Post Office Department.....	461,211	458,134	481,250	500,000	18,750
Department of Health, Education, and Welfare.....	81,741	88,094	92,500	99,010	6,510
Veterans Administration.....	147,007	149,331	145,700	150,850	5,150
Department of the Interior.....	56,716	58,000	57,540	59,500	1,960
Department of Agriculture.....	80,103	82,214	81,070	82,850	1,780
Department of Commerce.....	29,162	30,400	30,360	31,840	1,480
Treasury Department.....	83,494	89,400	85,000	86,200	1,200
Department of Housing and Urban De- velopment.....	13,427	14,458	14,300	15,350	1,050
General Services Administration.....	35,370	38,450	35,750	36,750	1,000
Agency for International Development.....	14,713	15,528	14,900	15,750	850
Employment in other civilian agencies.....	255,141	264,805	258,130	260,600	2,470
Allowance for contingencies.....		2,030	1,900	4,800	2,900
Subtotal.....	1,258,085	1,290,844	1,298,400	1,343,500	45,100
Department of Defense, Military and military assistance.....	974,668	950,287	1,067,000	1,073,000	6,000
Total.....	2,232,753	2,241,131	2,365,400	2,416,500	51,100

ing military assistance, is 44% of the total full-time permanent employment for June 1967.

The most significant changes for 1967 compared with 1966 are shown in table C-1. Of the total increase of 45,100 for the civilian activities of the Government, 18,750 or 42% is for the Post Office, and 6,510 or 14% is for the Department of Health, Education, and Welfare.

Most of the added Post Office employment is to reduce still further the large amount of overtime which many postal employees have often been working, in some cases making their total workweek as much as 70 hours. An estimated 4.5% increase in mail volume, offset by a continued advance in productivity, accounts for the remaining increase in postal employment.

Almost 60% of the 1967 increase in employment for the Department of Health, Education, and Welfare is attributable to recently enacted legislation for hospital insurance for the elderly, and aid to elementary, secondary, and higher education. The remaining 40% is principally for water pollution control, direct medical care in Public Health and Indian hospitals, and increased surveillance over dangerous drugs and other toxic substances. The Social Security Administration is achieving a productivity improvement of 2.5% per year, principally by automating the recomputation of benefits, with a saving of 1,742 man-years in fiscal year 1967. In addition—

DEPARTMENT OF AGRICULTURE

AGRICULTURAL RESEARCH SERVICE

General and special funds:

SALARIES AND EXPENSES

For expenses necessary to perform agricultural research relating to production, utilization, marketing, nutrition and consumer use, to control and eradicate pests and plant and animal diseases, and to perform related inspection, quarantine and regulatory work: *Provided*, That appropriations hereunder shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$75,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a): *Provided further*, That appropriations hereunder shall be available for the operation and maintenance of aircraft and the purchase of not to exceed two for replacement only: *Provided further*, That appropriations hereunder shall be available pursuant to title 5, United States Code, section 565a, for the construction, alteration, and repair of buildings and improvements, but unless otherwise provided, the cost of constructing any one building (except greenhouses connecting greenhouses) shall not exceed \$20,000, except for six buildings to be constructed or improved at a cost not to exceed \$45,000 each, and the cost of altering any one building during the fiscal year shall not exceed \$7,500 or 7.5 per centum of the cost of the building, whichever is greater: *Provided further*, That the limitations on alterations contained in this Act shall not apply to a total of \$100,000 for facilities at Beltsville, Maryland:

Research: For research and demonstrations on the production and utilization of agricultural products; agricultural marketing and distribution, not otherwise provided for; home economics or nutrition and consumer use of agricultural and associated products; and related research and services; and for acquisition of land by donation, exchange, or purchase at a nominal cost not to exceed \$100; [\$123,622,500] \$107,980,000, of which not to exceed [\$11,418,000] \$1,637,000 shall remain available until expended for [plans,] construction, alteration, and improvement of facilities, without regard to limitations contained herein, and in addition not to exceed [\$18,100,000] \$25,000,000 from funds available under section 32 of the Act of August 24, 1935, pursuant to Public Law 88-250 to be transferred to and merged with this appropriation: *Provided*, That the limitations contained herein shall not apply to replacement of buildings needed to carry out the Act of April 24, 1948 (21 U.S.C. 113[(a)(1)]);

Plant and animal disease and pest control: For operations and measures, not otherwise provided for, to control and eradicate pests and plant and animal diseases and for carrying out assigned inspection, quarantine, and regulatory activities, as authorized by law, including expenses pursuant to the Act of February 28, 1947, as amended (21 U.S.C. 114b-c), [\$74,299,500] \$69,748,000, of which \$1,500,000 shall be apportioned for use pursuant to section 3679 of the Revised Statutes, as amended, for the control of outbreaks of insects and plant diseases to the extent necessary to meet emergency conditions: *Provided*, That no funds shall be used to formulate or administer a brucellosis eradication program for the current fiscal year that does not require minimum matching by any State of at least 40 per centum: *Provided further*, That \$100,000 of the amount appropriated by this paragraph shall remain available until expended for the planning of facilities, without regard to limitations contained herein: *Provided further*, That, in addition, in emergencies which threaten the livestock or poultry industries of the country, the Secretary may transfer from other appropriations or funds available to the agencies or corporations of the Department such sums as he may deem necessary, to be available only in such emergencies for the arrest and eradication of foot-and-mouth disease, rinderpest, contagious pleuropneumonia, or other contagious or infectious diseases of animals, or European fowl pest and similar diseases in poultry, and for expenses in accordance with the Act of February 28, 1947, as amended, and any unexpended balances of funds transferred under this head in the next preceding fiscal year shall be merged with such transferred amounts;

Special fund: To provide for additional labor, subprofessional and junior scientific help to be employed under contracts and cooperative agreements to strengthen the work at research installations in the field, not more than \$2,000,000 of the amount appropriated under this head for the previous fiscal year may be used by the Administrator of the Agricultural Research Service in departmental research programs in the current fiscal year, the amount so used to be transferred to and merged with the appropriation otherwise available under "Salaries and expenses, Research". (5 U.S.C. 511-512, 524, 541c-541e, 563-564, 565a, 576, 2131; 7 U.S.C. 135-135k, 145, 147a-148a, 148c-150jj, 151-164a, 165a-167, 281-283, 391, 394a-396, 401-404, 421-422a, 424-425, 427, 427i, 428a, 429-430, 433-434, 436-437, 450, 612c, 851-855, 1292, 1441 note, 1621-1627, 1651-1656, 1704, 1901, 1904, 1905; 10 U.S.C. 2306; 15 U.S.C. 69e; 16 U.S.C. 581-581a, 581f, 590a-590b, 590f, 590k; 18 U.S.C. 1114; 19 U.S.C. 1306a, 1306c; 20 U.S.C. 191-194; 21 U.S.C. 79-82, 86, 88-90, 94-94a, 101-105, 111-114c, 114e-131, 134-134h, 151-158, 342(a), 346-346a; 42 U.S.C. 1476(b)-1476(e), 1483, 1891-1893; 45 U.S.C. 71-74; 46 U.S.C. 466a-466b; 49 U.S.C. 1474(a), 1509(d); 46 Stat. 67; 78 Stat. 939-940; 79 Stat. 431-432; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Note.—Excludes \$66 thousand for activities transferred in the estimates to "Salaries and expenses" Statistical Reporting Service. The amounts obligated in 1965 and 1966 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-04-1400-0-1-355			
Program by activities:			
1. Research:			
(a) Farm research.....	75,945	90,369	86,497
(b) Utilization research and develop- ment.....	28,170	30,034	31,773
(c) Nutrition and consumer use research.....	3,562	4,483	4,183
(d) Marketing research.....	5,914	8,286	7,640
(e) Coordination of departmental and interdepartmental activi- ties related to pests and their control.....	241	250	250
(f) Construction of facilities.....	543	5,653	14,925
(g) Contingencies.....		1,000	1,000
Total, research.....	114,376	140,075	146,328
2. Plant and animal disease and pest con- trol:			
(a) Plant disease and pest control.....	26,298	31,059	26,408
(b) Animal disease and pest control.....	38,431	41,818	39,985
(c) Pesticides regulation.....	2,035	2,617	3,255
(d) Construction of facilities.....	12	49	100
Total, plant and animal dis- ease and pest control.....	66,776	75,543	69,748
Total program costs, funded ¹	181,152	215,618	216,076
Change in selected resources ²	15,938	11,065	-1,842
10 Total obligations.....	197,090	226,683	214,234

¹ Includes capital outlay as follows: 1965, \$13,182 thousand; 1966, \$20 thousand; 1967, \$32 thousand.

² Selected resources as of June 30 are as follows:

	1964	1965 adjust- ments	1965	1966	1967
Stores.....	632	---	744	744	744
Unpaid undelivered orders.....	17,177	4,142	36,453	47,518	45,676
Advances.....	1,446	---	2,138	2,138	2,138
Total.....	19,255	4,142	39,335	50,400	48,558

AGRICULTURAL RESEARCH SERVICE—Continued**General and special funds—Continued****SALARIES AND EXPENSES—Continued****Program and Financing (in thousands of dollars)—Continued**

Identification code 05-04-1400-0-1-355	1965 actual	1966 estimate	1967 estimate
Financing:			
16 Comparative transfer to other accounts.....	21,897	-11,245	
21 Unobligated balance available, start of year.....	-1,901	-5,742	-11,506
24 Unobligated balance available, end of year.....	5,742	11,506	
25 Unobligated balance lapsing.....	5,304		
New obligational authority.....	228,133	221,202	202,728
New obligational authority:			
Current authorization:			
40 Appropriation.....	227,133	197,922	177,728
41 Transferred to "Operating expense, Public Buildings Service," General Services Administration (79 Stat. 531).....		-21	
43 Appropriation (adjusted).....	227,133	197,901	177,728
44 Proposed supplemental for civilian pay increases.....		3,201	
50 Reappropriation.....	1,000	2,000	
Permanent authorization:			
60 Appropriation.....	0	0	0
62 Transferred from "Removal of surplus agricultural commodities" (Annual Appropriation Act).....		18,100	25,000
63 Appropriation (adjusted).....		18,100	25,000
Relation of obligations to expenditures:			
10 Total obligations.....	197,090	226,683	214,234
70 Receipts and other offsets (items 11-17).....	21,897	-11,245	
71 Obligations affecting expenditures.....	218,987	215,438	214,234
72 Obligated balance, start of year.....	23,627	38,942	59,243
74 Obligated balance, end of year.....	-38,942	-59,243	-80,377
77 Adjustments in expired accounts.....	-972		
90 Expenditures excluding pay increase supplemental.....	202,701	192,100	192,936
91 Expenditures from civilian pay increase supplemental.....		3,037	164

The service conducts basic and applied research relating to the production, utilization, and marketing of agricultural products, research on nutrition and consumer use, and carries out those control and regulatory programs of the Department which involve enforcement of plant and animal quarantines, the control of diseases and pests of animals and plants, and related work.

1. *Research.*—(a) *Farm research.*—Improved breeding, feeding, and management practices are developed for farm livestock, poultry, and domestic fur animals. Practical methods are sought for control of diseases and parasites affecting them.

Investigations are conducted to improve varieties of food, feed, fiber and other plants and to develop new crops; to improve crop-production practices, including methods to control plant diseases and nematodes; and to develop safe chemical, biological, and other methods for control of harmful pests affecting farm production.

Research is conducted to improve fertilizers, soil management, irrigation, and conservation practices; to study hydrologic problems of agricultural watersheds; to determine the relation of soils to plants, animals, and

human nutrition; and to apply engineering principles to improve efficiency and reduce costs of agricultural production.

Continuous review is maintained to emphasize work which will meet the problems of agricultural surpluses. The research is aimed at the profitable production of an adequate supply of food, feed, fiber, and other agricultural products of desired quality at minimum costs. Increased attention has been given to the production of agricultural products having industrial uses. The proportion of farm research funds going into basic research has steadily increased, and is currently estimated at 43 percent of the total funds for research. This basic research undergirds the other research efforts.

The 1967 estimates include increases for staffing new and expanded laboratories and watershed research centers and decreases due to elimination or reduction of research at a number of field locations.

(b) *Utilization research and development.*—Chemical, physical, and biological research is conducted to develop increased industrial uses of farm products, and new and improved foods, feeds, and fabrics; and to develop improved methods for processing agricultural commodities.

The 1967 estimates include amounts for staffing and organizing new laboratories authorized in fiscal year 1964, which will be completed in fiscal year 1967 or by mid-1968. The increase will provide for major expansion in this field of research, and is offset by a minor decrease.

(c) *Nutrition and consumer use research.*—Studies are made of nutrition, consumer use and food economics, and clothing. The 1967 reduction is for a nonrecurring cost under the food consumption survey.

(d) *Marketing research.*—Practical answers to problems encountered in moving products from farm to consumer are sought through research. For farm products as they pass through marketing channels, efforts are made to develop safe methods to protect against insect attack, find objective methods to determine quality, reduce losses from waste and spoilage, and improve efficiency in physical handling. The 1967 estimates eliminate funds for research on wholesaling and retailing and other minor research.

(e) *Coordination of departmental and interdepartmental activities related to pests and their control.*—The 1965 appropriation provided \$250,000 for use of the Secretary of Agriculture in collaborating with the Department of Health, Education, and Welfare, Department of the Interior, and other agencies of the Federal Government on problems related to use of pesticides. The project provides for coordination in development of measures to protect the public health, producers, and resources.

(f) *Construction of facilities.*—The 1967 estimates provide \$1,637 thousand for construction of a portion of new facilities for meat animal research at Clay Center, Nebr., and for construction of facilities for the U.S. Livestock Range Experiment Station, Miles City, Mont. The increase is offset by nonrecurring amounts of \$11,418 thousand for construction and planning funds provided in 1966.

(g) *Contingencies.*—Beginning in 1962, \$1 million is available to meet urgent research needs that develop unexpectedly during the year, when such needs cannot be met by redirection of resources from other projects.

2. *Plant and animal disease and pest control.*—(a) *Plant disease and pest control.*—Provision is made (1) through port-of-entry inspection to exclude from this country destructive insects, plant diseases, nematodes, and other pests that cause great damage to agricultural

crops in other parts of the world; (2) to cooperate with States in eradicating or preventing spread of crop pests that become established in this country; and (3) to assist States in suppressing incipient and emergency outbreaks of crop pests when and where they occur. The 1967 estimates propose increases for burrowing nematode and plant quarantine protection at ports-of-entry because of increased travel and shipping, offset by decreases for imported fire ant, soybean cyst nematode, phony peach and peach mosaic, sweetpotato weevil, golden nematode, barberry, gypsy moth, and witchweed.

The volume of workload is indicated in the following table (in thousands):

Inspections at ports of entry:	1963 actual	1964 actual	1965 actual
Airplanes.....	146	160	179
Vessels.....	60	64	61
Vehicles from Mexico.....	25,962	27,764	29,857
Baggage, pieces.....	27,934	32,132	36,602
Interceptions of unauthorized plant material.....	395	401	446

(b) *Animal disease and pest control.*—Programs are conducted to exclude communicable diseases of foreign origin from this country; to prevent the spread of diseases through interstate shipments of livestock or distribution of impure or impotent veterinary biologics; to control and eradicate livestock diseases; and to maintain, through a marketing agreement with manufacturers and handlers, adequate supplies of hog cholera virus and serum for protection of swine. The estimates for 1967 propose increases for equine piroplasmiasis and salmonella; and more adequate animal inspection and quarantine at ports to reduce hazard of introduction of foreign diseases, offset by decreases for brucellosis and sheep scabies eradication, and nonrecurring costs of screwworm survey in the Republic of Mexico.

The volume of protective activities is indicated by selected examples in the following table (in thousands):

	1963 actual	1964 actual	1965 actual
Animal import inspection:			
All animals.....	1,357	677	705
Import animal byproducts:			
Wool, bones, glands, etc. (pounds).....	850,719	746,568	1,031,480
Hides and skins (pounds).....	240,537	168,457	140,066
Sheep inspected for scabies.....	15,531	15,529	21,081
Scabies-infected sheep found.....	20	18	20
Cattle inspected for scabies.....	13,465	17,260	18,389
Scabies-infected cattle found.....	3	3	1
Inspections and dippings for cattle fever ticks.....	2,411	3,610	1,969
Cattle tested for tuberculosis.....	8,395	8,253	7,140
Tuberculosis reactors found.....	8	8	6
Lots tested for brucellosis:			
Blood tests.....	1,916	1,938	1,824
Ring tests.....	1,633	1,744	1,835
Brucellosis reactors found.....	132	135	129
Animals inspected at public stockyards.....	56,874	55,148	51,854
Diseased animals received or found.....	520	537	502
Production of veterinary biologics (other than hog cholera products):			
Vaccines (doses).....	4,702,684	4,913,784	4,462,119
Bacterins (doses).....	203,356	203,631	184,284
Diagnostic agents (doses).....	56,550	53,933	47,628
Serums (doses).....	8,640	8,153	6,010

(c) *Pesticides regulation.*—This activity is concerned with administration of the Federal Insecticide, Fungicide, and Rodenticide Act, as amended, and related provisions of the Federal Food, Drug, and Cosmetic Act. The 1967 estimates propose an increase for strengthening registration and enforcement activities under the Act.

(d) *Construction of facilities.*—Public Law 88-592, 88th Congress, approved September 12, 1964, authorizes the sale of the U.S. Animal Quarantine Station at Clifton, N.J., to the city of Clifton for public purposes and for the establishment of a new quarantine station in the New York-New Jersey port and airport area. The 1967 estimates propose an increase for preparation of plans for relocation of the present animal quarantine station.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-04-1400-0-1-355			
AGRICULTURAL RESEARCH SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	103,149	115,820	117,635
11.3 Positions other than permanent.....	5,157	4,536	4,254
11.5 Other personnel compensation.....	1,083	1,077	1,491
Total personnel compensation.....	109,389	121,433	123,380
12.0 Personnel benefits.....	8,160	9,271	9,195
13.0 Benefits for former personnel.....		200	10
21.0 Travel and transportation of persons.....	5,095	4,800	4,221
22.0 Transportation of things.....	901	1,015	977
23.0 Rent, communications, and utilities.....	4,304	4,639	4,567
24.0 Printing and reproduction.....	850	1,108	1,053
25.1 Other services.....	22,747	25,089	20,636
25.2 Services of other agencies.....	8,401	8,038	7,900
26.0 Supplies and materials.....	12,639	14,008	10,909
31.0 Equipment.....	12,617	12,181	9,787
32.0 Lands and structures.....	5,418	4,284	3,724
41.0 Grants, subsidies, and contributions:			
Grants for research.....	3,821	2,240	2,270
Payment to Mexican-U.S. Commission for the Prevention of Foot-and-Mouth Disease.....	26	28	28
42.0 Insurance claims and indemnities.....	4		
Indemnities:			
Tuberculosis.....	185	250	250
Brucellosis.....	1,460	1,500	1,400
Scrapie of sheep.....	95	250	250
Hog cholera.....	13	258	258
Claims—Federal Tort Claims Act.....	83		
Subtotal.....	196,208	210,592	200,825
95.0 Quarters and subsistence charges.....	—96	—96	—84
Total obligations, Agricultural Research Service.....	196,112	210,496	200,741
ALLOTMENT AND ALLOCATION ACCOUNTS			
11.1 Personnel compensation: Permanent positions.....	10	66	66
12.0 Personnel benefits.....	1	5	5
21.0 Travel and transportation of persons.....	1	33	30
22.0 Transportation of things.....		1	1
23.0 Rent, communications, and utilities.....		1	1
24.0 Printing and reproduction.....	4	54	51
25.1 Other services.....	548	2,452	607
25.2 Services of other agencies.....	82	13	13
26.0 Supplies and materials.....	2	1	1
31.0 Equipment.....	4	2	2
32.0 Lands and structures.....	326	13,559	12,716
Total obligations, allotment and allocation accounts.....	978	16,187	13,493
99.0 Total obligations.....	197,090	226,683	214,234
Total obligations are distributed as follows:			
Agricultural Research Service.....	196,112	210,496	200,741
Office of Information.....	20	38	38
Office of the Secretary.....	213	212	212
General Services Administration.....	745	15,937	13,243

AGRICULTURAL RESEARCH SERVICE—Continued**General and special funds—Continued****SALARIES AND EXPENSES—Continued****Personnel Summary**

	1965 actual	1966 estimate	1967 estimate
AGRICULTURAL RESEARCH SERVICE			
Total number of permanent positions.....	14,366	15,803	15,527
Full-time equivalent of other positions.....	1,175	1,042	965
Average number of employees.....	14,235	15,424	15,329
Average GS grade.....	8.3	8.3	8.3
Average GS salary.....	\$8,303	\$8,560	\$8,646
Average salary of ungraded positions.....	\$5,094	\$5,112	\$5,107
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....	4	6	6
Average number of employees.....	3	6	6
Average GS grade.....	7.4	7.5	7.5
Average GS salary.....	\$8,154	\$8,658	\$8,708

Proposed for separate transmittal:

SALARIES AND EXPENSES**Program and Financing (in thousands of dollars)**

Identification code 05-04-1400-1-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Research.....		417	
2. Plant and animal disease and pest control.....		53	
10 Total costs—obligations.....		470	
Financing:			
14 Receipts and reimbursements from: Non-Federal sources.....			—1,478
40 New obligational authority (proposed supplemental appropriation).....		470	—1,478
Relation of obligations to expenditures:			
70 Receipts and other offsets (items 11-17).....			—1,478
71 Obligations affecting expenditures.....		470	1,478
72 Obligated balance, start of year.....			16
74 Obligated balance, end of year.....		—16	
90 Expenditures.....		454	—1,462

Under existing legislation, 1966.—A supplemental appropriation is anticipated for wage board increases.

Under proposed legislation, 1967.—A reduction of \$1,478 thousand is anticipated for 1967 under legislation being proposed to place certain plant and animal disease and pest control activities on a self-supporting basis. The proposed legislation would provide proper credit to the appropriation for the services rendered in pesticides registration activities; inspection of certain products imported under restrictions for processing at designated establishments; and the identification and certification of pure-bred animals.

[SALARIES AND EXPENSES (SPECIAL FOREIGN CURRENCY PROGRAM)]

[For payments, in foreign currencies owed to or owned by the United States for market development research authorized by section 104(a) and for agricultural and forestry research and other functions related thereto authorized by section 104(k) of the Ag-

ricultural Trade Development and Assistance Act of 1954, as amended (7 U.S.C. 1704(a)(k)), to remain available until expended, \$3,000,000: *Provided*, That this appropriation shall be available in addition to other appropriations for these purposes, for payments in the foregoing currencies: *Provided further*, That funds appropriated herein shall be used for payments in such foreign currencies as the Department determines are needed and can be used most effectively to carry out the purposes of this paragraph: *Provided further*, That not to exceed \$25,000 of this appropriation shall be available for payments in foreign currencies for expenses of employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), as amended by section 15 of the Act of August 2, 1946 (5 U.S.C. 55a).] (*Department of Agriculture and Related Agencies Appropriation Act, 1966.*)

Program and Financing (in thousands of dollars)

Identification code 05-04-1404-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Market development research (sec. 104(a)).....	2,902	3,200	3,100
2. Agricultural and forestry research (sec. 104(k)).....	3,850	4,400	5,500
3. Translation of scientific publications (sec. 104(k)).....	200	100	
Total program costs, funded ¹	6,952	7,700	8,600
Change in selected resources ²	1,942	2,576	—8,200
10 Total obligations.....	8,894	10,276	400
Financing:			
21 Unobligated balance available, start of year.....	—14,570	—7,676	—400
24 Unobligated balance available, end of year.....	7,676	400	
40 New obligational authority (appropriation).....	2,000	3,000	
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	8,894	10,276	400
72 Obligated balance, start of year.....	16,825	19,166	23,104
74 Obligated balance, end of year.....	—19,166	—23,104	—16,492
90 Expenditures.....	6,553	6,338	7,012

¹ Includes capital outlay as follows: 1965, \$7 thousand; 1966, \$3 thousand; 1967, \$3 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders. 1964, \$16,641 thousand; 1965, \$18,583 thousand; 1966, \$21,159 thousand; 1967, \$12,959 thousand.

Foreign currencies, generated by the sale of surplus agricultural commodities under title I of the Agricultural Trade Development and Assistance Act of 1954, are used by the Department for market development research under section 104(a) and for agricultural and forestry research under section 104(k) of the act. Work is carried on through agreements, in both basic and applied fields, by research institutions and organizations in foreign countries. This research serves to develop new foreign markets and to expand existing markets for agricultural commodities, including cotton, dairy products, fats and oils, grain, feed, livestock and meat, poultry, and fruits and vegetables. It also provides for supplementary research on farm, forest, marketing, utilization, agricultural economics, and human nutrition problems, and for translations of foreign language scientific publications. No appropriation is proposed for 1967. However, there would be sufficient carryover of 1966 funds to continue certain costs of supervision of research under agreements through foreign offices in Rome and New Delhi. Total estimated cost in U.S. dollars (charged to regular appropriations) for this supervision in 1967 is \$370 thousand, which would also cover activities under the proposed Foreign currency authorization program.

Object Classification (in thousands of dollars)

Identification code 05-04-1404-0-1-355	1965 actual	1966 estimate	1967 estimate
AGRICULTURAL RESEARCH SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	69	75	75
11.5 Other personnel compensation.....	6	6	6
Total personnel compensation.....	74	81	81
12.0 Personnel benefits.....	15	16	16
21.0 Travel and transportation of persons.....	118	131	152
22.0 Transportation of things.....	6	6	6
23.0 Rent, communications, and utilities.....	21	21	21
25.1 Other services.....	21	21	21
25.2 Services of other agencies.....	69	90	96
26.0 Supplies and materials.....	5	4	4
31.0 Equipment.....	2	3	3
41.0 Grants, subsidies, and contributions.....	8,363	9,803	-----
Total obligations, Agricultural Research Service.....	8,694	10,176	400
ALLOCATION TO NATIONAL SCIENCE FOUNDATION			
25.1 Other services.....	200	100	-----
99.0 Total obligations.....	8,894	10,276	400
Personnel Summary			
Total number of permanent positions.....	19	19	19
Average number of all employees.....	18	19	19
Average GS grade.....	8.3	8.3	8.3
Average GS salary.....	\$8,303	\$8,560	\$8,646
Average salary of ungraded positions.....	\$5,094	\$5,112	\$5,107

CONSTRUCTION OF FACILITIES

Program and Financing (in thousands of dollars)

Identification code 05-04-1405-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Construction of facilities (program costs, funded).....	521	430	-----
Change in selected resources ¹	-424	200	-----
10 Total obligations.....	98	630	-----
Financing:			
21 Unobligated balance available, start of year.....	-749	-652	-----
24 Unobligated balance available, end of year.....	652	-----	-----
25 Unobligated balance lapsing.....	-----	22	-----
New obligational authority.....	-----	-----	-----
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	98	630	-----
72 Obligated balance, start of year.....	537	29	200
74 Obligated balance, end of year.....	-29	-200	-----
90 Expenditures.....	605	459	200

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$424 thousand; 1965, \$0; 1966, \$200 thousand.

Funds were appropriated in 1961 and 1962 for construction of facilities for research at a number of locations. With the awarding of the contract in 1966 for the laboratory for research on biological control of insects at Columbia, Mo., all the facilities authorized by this appropriation will be provided.

Object Classification (in thousands of dollars)

Identification code 05-04-1405-0-1-355	1965 actual	1966 estimate	1967 estimate
AGRICULTURAL RESEARCH SERVICE			
25.2 Services of other agencies.....	2	2	-----
32.0 Lands and structures.....	63	221	-----
Total obligations, Agricultural Research Service.....	65	223	-----
ALLOCATION TO GENERAL SERVICES ADMINISTRATION			
21.0 Travel and transportation of persons.....	1	1	-----
24.0 Printing and reproduction.....	-----	2	-----
25.1 Other services.....	21	26	-----
32.0 Lands and structures.....	10	378	-----
Total obligations, General Services Administration.....	32	407	-----
99.0 Total obligations.....	98	630	-----

ANIMAL DISEASE LABORATORY FACILITIES

Program and Financing (in thousands of dollars)

Identification code 05-04-1426-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Facility for animal disease research and control (program costs, funded).....	31	17	-----
Change in selected resources ¹	-19	-17	-----
10 Total obligations (object class 32.0).....	12	-----	-----
Financing:			
21 Unobligated balance available, start of year.....	-12	-----	-----
New obligational authority.....	-----	-----	-----
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	12	-----	-----
72 Obligated balance, start of year.....	80	21	-----
74 Obligated balance, end of year.....	-21	-----	-----
90 Expenditures.....	72	21	-----

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$36 thousand; 1965, \$17 thousand; 1966, \$0.

In previous years, \$16.5 million had been provided for establishment of animal disease research and control laboratory facilities. Construction of the facilities at Ames, Iowa, was started in August 1958. The principal laboratory buildings were completed in fiscal year 1961. Obligations for minor construction in fiscal year 1965 completed the installation under this appropriation.

AGRICULTURAL RESEARCH SERVICE—Continued**General and special funds—Continued****CONSOLIDATED SCHEDULE—EXPIRED ACCOUNTS****Program and Financing (in thousands of dollars)**

Identification code 05-04-9998-0-1-355	1965 actual	1966 estimate	1967 estimate
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)-----	-----	-----	-----
72 Obligated balance, start of year-----	14	-----	-----
77 Adjustment in expired accounts-----	-15	-----	-----
90 Expenditures-----	-1	-----	-----
Distribution of expenditures by account title is as follows:			
State experiment stations-----	-1	-----	-----

ESTABLISHMENT OF AN ENTOMOLOGY RESEARCH LABORATORY**(Permanent, indefinite, special fund)****Program and Financing (in thousands of dollars)**

Identification code 05-04-5223-0-2-355	1965 actual	1966 estimate	1967 estimate
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)-----	-----	-----	-----
72 Obligated balance, start of year-----	3	-----	-----
90 Expenditures-----	3	-----	-----

FOREIGN CURRENCY AUTHORIZATION PROGRAM

For expenses of carrying out programs of the Agricultural Research Service, as authorized by law, foreign currencies owned by the United States are authorized to be used, pursuant to section 1415 of the Act of July 15, 1952 (31 U.S.C. 724), without fiscal year limitation, in the following amounts: 49,300,000 Guinean francs; 38,970,120 Indian rupees; 17,775,000 Israeli pounds; 7,218,000 Pakistan rupees; 97,824,000 Polish zlotys; 86,600 Egyptian pounds; 104,200 Tunisian dinars; and 4,375,000,000 Yugoslav dinars: Provided, That such currencies shall be in addition to funds otherwise available for such pro-

grams: Provided further, That any of the above amounts may be increased by not more than 15 percent by transfer of the equivalent value from the amounts specified for any other currency or currencies, but the amount for any currency may not be decreased by more than 15 percent: Provided further, That such currencies may be used for contracts and grants for laboratories and facilities for conducting research relating to agriculture and forestry under such terms and conditions as the Secretary of Agriculture may prescribe, for transfer to the Department of State for use pursuant to 7 U.S.C. 1704(1), and for expenses of employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), as amended by section 15 of the Act of August 2, 1946 (5 U.S.C. 55a).

The 1967 estimates propose the establishment of a separate foreign currency authorization program for the Agricultural Research Service to replace the appropriation item in the 1966 Agricultural Appropriation Act (Public Law 89-316) under "Agricultural Research Service, Salaries and expenses (special foreign currency program)."

Foreign currencies, generated by the sale of surplus agricultural commodities under title I of the Agricultural Trade Development and Assistance Act of 1954, are used by the Department for market development research under section 104(a) and for agricultural and forestry research under section 104(k) of the act. Work is carried on through agreements, in both basic and applied fields, by research institutions and organizations in foreign countries. This research serves to develop new foreign markets and to expand existing markets for agricultural commodities, including cotton, dairy products, fats and oils, grain, feed, livestock and meat, poultry, and fruits and vegetables. It also provides for supplementary research on farm, forest, marketing, utilization, agricultural economics, and human nutrition problems, and for translations and dissemination of foreign language scientific publications. The 1967 estimates propose the undertaking of special projects, involving the acquiring of research facilities, to make maximum use of excess foreign currencies and to increase the effectiveness of the foreign agricultural research program. Total estimated cost in U.S. dollars (charged to regular appropriations) for the initiation and supervision of projects in 1967 is \$370,000, which would also cover activities carried over under the appropriation "Salaries and expenses (special foreign currency program)."

Activities to be carried on will be distributed by country as follows (in thousands of local currency units):

	Guinea (francs)	India (rupees)	Israel (pounds)	Pakistan (rupees)	Poland (zlotys)	Tunisia (dinars)	UAR (Egypt) (pounds)	Yugoslavia (dinars)
1. 104(a)—Market development research-----	-----	5,236	2,550	-----	9,600	---	87	187,500
2. 104(k):								
(a) Agricultural and forestry research-----	49,300	14,042	7,200	2,406	14,400	104	--	437,500
(b) Translation and dissemination of scientific publications-----	-----	176	525	-----	1,824	---	--	-----
(c) Acquisition of research facilities-----	-----	19,516	7,500	4,812	72,000	---	--	3,750,000
Total-----	49,300	38,970	17,775	7,218	97,824	104	87	4,375,000

ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations and allotments from other accounts are included in the schedules of the parent appropriations, as follows:
 Funds Appropriated to the President: "Translation of publications and scientific cooperation."
 U.S. educational exchange program, "U.S. dollars advanced from foreign governments."

Intragovernmental funds:

WORKING CAPITAL FUND, AGRICULTURAL RESEARCH CENTER

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-04-4606-0-4-355			
Program by activities:			
Operating costs, funded: Maintenance and operation of central facilities and services:			
Cost of materials sold or applied.....	1,371	1,600	1,572
Other expense.....	2,989	3,150	3,210
Total operating costs, funded.....	4,360	4,750	4,782
Capital outlay: Purchase of equipment.....	45	55	55
Total program costs, funded.....	4,404	4,805	4,837
Change in selected resources ¹	154		
10 Total obligations.....	4,558	4,805	4,837
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts:			
Sale of goods and services.....	-4,459	-4,790	-4,822
Other revenue.....	-13	-15	-15
Change in unfilled customers orders.....	-576		
14 Non-Federal sources: Proceeds from sale of equipment.....	-8		
21.98 Unobligated balance available, start of year.....	-823	-1,321	-1,321
24.98 Unobligated balance available, end of year.....	1,321	1,321	1,321
New obligational authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	4,558	4,805	4,837
70 Receipts and other offsets (items 11-17).....	-5,056	-4,805	-4,837
71 Obligations affecting expenditures.....	-499		
72.98 Receivables in excess of obligations, start of year.....	-440	-872	-872
74.98 Receivables in excess of obligations, end of year.....	872	872	872
90 Expenditures.....	-67		

¹ Balances of selected resources are identified on the statement of financial condition.

This fund finances, on a reimbursable basis, central facilities and services furnished to agencies at the Agricultural Research Center (64 Stat. 658). The capital consists of \$300 thousand appropriated in 1951 and donated assets of \$302 thousand as of June 30, 1965. Earnings are retained to furnish adequate working capital.

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
Revenue.....	4,473	4,805	4,837
Expenses.....	4,407	4,805	4,837
Net operating income.....	66		

Revenue, Expense, and Retained Earnings (in thousands of dollars)—Continued

	1965 actual	1966 estimate	1967 estimate
Nonoperating income:			
Proceeds from sale of equipment.....	8		
Net book value of assets sold.....	-8		
Net nonoperating income.....			
Net income for the year.....	66		
Retained earnings, start of year.....	44	110	110
Retained earnings, end of year.....	110	110	110

Financial Condition (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Assets:				
Treasury balance.....	383	449	449	449
Accounts receivable, net.....	415	537	538	538
Materials and supplies ¹	88	87	87	87
Equipment, net.....	261	261	261	261
Total assets.....	1,146	1,335	1,335	1,335
Liabilities:				
Current.....	512	623	623	623
Government equity:				
Non-interest-bearing capital:				
Start of year.....	584	591	602	602
Donated capital during year.....	7	10		
End of year.....	591	602	602	602
Retained earnings.....	44	110	110	110
Total Government equity.....	635	712	712	712

Analysis of Government Equity (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
Unpaid undelivered orders ¹	196	351	352
Unobligated balance.....	823	1,321	1,321
Unfilled customers orders.....	-733	-1,309	-1,309
Invested capital and earnings.....	349	348	348
Total Government equity.....	635	712	712

¹ The changes in these items are reflected on the program and financing schedule.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-04-4606-0-4-355			
Personnel compensation:			
11.1 Permanent positions.....	1,910	1,998	2,031
11.3 Positions other than permanent.....	340	342	369
11.5 Other personnel compensation.....	48	51	46
Total personnel compensation.....	2,297	2,391	2,446
12.0 Personnel benefits.....	163	170	175
22.0 Transportation of things.....	2	2	2
23.0 Rent, communications, and utilities.....	445	445	445
24.0 Printing and reproduction.....	1	1	1
25.1 Other services.....	78	130	130
25.2 Services of other agencies.....	11	11	11
26.0 Supplies and materials.....	1,495	1,600	1,572
31.0 Equipment.....	60	55	55
32.0 Lands and structures.....	5		
99.0 Total obligations.....	4,558	4,805	4,837

AGRICULTURAL RESEARCH SERVICE—Continued**Intragovernmental funds—Continued****WORKING CAPITAL FUND, AGRICULTURAL RESEARCH CENTER—Continued****Personnel Summary**

	1965 actual	1966 estimate	1967 estimate
Total number of permanent positions.....	335	334	334
Full-time equivalent of other positions.....	75	73	78
Average number of all employees.....	385	387	392
Average GS grade.....	8.3	8.3	8.3
Average GS salary.....	\$8,303	\$8,560	\$8,646
Average salary of ungraded positions.....	\$5,094	\$5,112	\$5,107

ADVANCES AND REIMBURSEMENTS**Program and Financing (in thousands of dollars)**

Identification code 05-04-3914-0-4-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Research.....	1,910	2,626	2,241
2. Plant and animal disease and pest control.....	1,142	1,024	1,014
3. Technical assistance: Department of Commerce.....	44	18	-----
4. Construction of facilities.....	911	3,450	5,559
5. Miscellaneous services to other accounts.....	27	45	38
6. Agency for International Development (funds appropriated to the President).....	1,793	1,950	1,692
Total program costs, funded ¹	5,828	9,113	10,544
Portion of foregoing originally charged to allocations from the Agency for International Development.....	-1,793	-887	-----
Change in selected resources ²	183	5,541	-5,559
10 Total obligations.....	4,217	13,767	4,985
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts.....	-3,284	-12,513	-3,796
13 Trust fund accounts.....	-2,264	-120	-91
14 Non-Federal sources ³	-9,239	-1,134	-1,098
16 Comparative transfer to other accounts.....	10,570	-----	-----
New obligational authority.....	-----	-----	-----
Relation of obligations to expenditures:			
10 Total obligations.....	4,217	13,767	4,985
70 Receipts and other offsets (items 11-17).....	-4,217	-13,767	-4,985
71 Obligations affecting expenditures.....	-----	-----	-----
90 Expenditures.....	-----	-----	-----

¹ Includes capital outlay as follows: 1965, \$1,146 thousand; 1966, \$4,033 thousand; 1967, \$5,750 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$4,831 thousand (1965 adjustments, -\$4,645 thousand); 1965, \$369 thousand; 1966, \$5,910 thousand; 1967, \$351 thousand.

³ Reimbursements from non-Federal sources above are from proceeds of sales of charts (7 U.S.C. 1387) and personal property (40 U.S.C. 481(c)); from payments by non-Federal agencies for overtime work and travel performed in connection with inspection and quarantine services and in 1965 for overtime at veterinary biological establishments (5 U.S.C. 576; 7 U.S.C. 394a, 396); from cooperating State, county, municipal, and private organizations for soil and water conservation work (16 U.S.C. 590a); and from refunds of terminal leave payments (5 U.S.C. 61(b)).

Object Classification (in thousands of dollars)

Identification code 05-04-3914-0-4-355	1965 actual	1966 estimate	1967 estimate
AGRICULTURAL RESEARCH SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	2,273	2,368	2,162
11.3 Positions other than permanent.....	71	90	65
11.5 Other personnel compensation.....	713	689	692
Total personnel compensation.....	3,057	3,147	2,919
12.0 Personnel benefits.....	186	184	166
21.0 Travel and transportation of persons.....	251	227	174
22.0 Transportation of things.....	105	125	62
23.0 Rent, communications, and utilities.....	120	101	91
24.0 Printing and reproduction.....	7	16	16
25.1 Other services.....	381	589	598
25.2 Services of other agencies.....	73	162	137
26.0 Supplies and materials.....	544	583	466
31.0 Equipment.....	411	513	357
32.0 Lands and structures.....	335	583	-----
Subtotal.....	5,470	6,230	4,986
95.0 Quarters and subsistence charges.....	-4	-2	-1
96.0 Portion of foregoing originally charged to allocations from the Agency for International Development.....	-1,793	-887	-----
Total obligations, Agricultural Research Service.....	3,673	5,341	4,985
ALLOCATION TO GENERAL SERVICES ADMINISTRATION			
21.0 Travel and transportation of persons.....	-----	9	-----
24.0 Printing and reproduction.....	2	33	-----
25.1 Other services.....	541	302	-----
32.0 Lands and structures.....	-----	8,082	-----
Total, obligations, General Services Administration.....	543	8,426	-----
99.0 Total obligations.....	4,217	13,767	4,985

Personnel Summary

Total number of permanent positions.....	258	269	238
Full-time equivalent of other positions.....	15	20	14
Average number of all employees.....	273	271	234
Average GS grade.....	8.3	8.3	8.3
Average GS salary.....	\$8,303	\$8,560	\$8,646
Average salary of ungraded positions.....	\$5,094	\$5,112	\$5,107

COOPERATIVE STATE RESEARCH SERVICE**General and special funds:****PAYMENTS AND EXPENSES**

For payments to agricultural experiment stations, for grants for cooperative forestry and other research, [for basic scientific research, and for facilities,] and for other expenses, including [\$48,113,000] \$39,613,000, to carry into effect the provisions of the Hatch Act, approved March 2, 1887, as amended by the Act approved August 11, 1955 (7 U.S.C. 361a-361i), including administration by the United States Department of Agriculture; \$2,500,000 for grants for cooperative forestry research under the Act approved October 10, 1962 (16 U.S.C. 582a-582a-7); [and not to exceed \$400,000 from funds available under section 32 of the Act of August 24, 1935, pursuant to Public Law 88-250 to be transferred and merged with this appropriation;] [\$1,600,000] \$4,910,000 in addition to funds otherwise available for contracts and for grants for [support of basic] scientific research [under the Act approved September 6, 1958 (42 U.S.C. 1891-1893); \$2,000,000 for grants for facilities

under the Act approved July 22, 1963 (77 Stat. 90)] under the Act of August 4, 1966 (79 Stat. 431); \$310,000 for penalty mail costs of agricultural experiment stations under section 6 of the Hatch Act of 1887, as amended; and [\$272,000] \$407,000 for necessary expenses of the Cooperative State Research Service, including administration of payments to State agricultural experiment stations, funds for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$50,000 for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a); in all, [\$54,795,000] \$47,740,000. (5 U.S.C. 511-512, 563-564; 39 U.S.C. 4166; 42 U.S.C. 1891-1893; 79 Stat. 431; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-08-1500-0-1-355			
Program by activities:			
1. Payments to agricultural experiment stations under the Hatch Act.....	43,942	46,893	38,648
2. Grants for cooperative forestry research.....	1,000	2,500	2,500
3. Contracts and grants for scientific research.....	747	2,201	4,910
4. Grants for facilities.....	3,242	2,000	-----
5. Penalty mail.....	310	310	310
6. Federal administration.....	1,353	1,524	1,372
Total program costs, funded ¹	50,594	55,428	47,740
Change in selected resources ²	-184	-----	-----
10 Total obligations.....	50,410	55,428	47,740
Financing:			
16 Comparative transfers from other accounts.....	-400	-----	-----
21 Unobligated balance available, start of year.....	-----	-201	-----
24 Unobligated balance available, end of year.....	201	-----	-----
25 Unobligated balance lapsing.....	86	-----	-----
New obligational authority.....	50,297	55,227	47,740
New obligational authority:			
Current authorization:			
40 Appropriation.....	50,232	54,795	47,740
41 Transferred to "Operating expenses, Public Buildings Service", General Services Administration (78 Stat. 655).....	-2	-----	-----
42 Transferred from "Cooperative extension work, payments and expenses" (79 Stat. 99).....	67	-----	-----
43 Appropriation (adjusted).....	50,297	54,795	47,740
44 Proposed supplemental for civilian pay increases.....	-----	32	-----
Permanent authorization:			
62 Transferred from "Removal of surplus agricultural commodities" (annual appropriation act).....	-----	400	-----
63 Appropriation (adjusted).....	-----	400	-----
Relation of obligations to expenditures:			
10 Total obligations.....	50,410	55,428	47,740
70 Receipts and other offsets (items 11-17).....	-400	-----	-----
71 Obligations affecting expenditures.....	50,010	55,428	47,740
72 Obligated balance, start of year.....	203	3,327	407
74 Obligated balance, end of year.....	-3,327	-407	-400
77 Adjustments in expired accounts.....	-18	-----	-----
90 Expenditures excluding pay increase supplemental.....	46,867	58,317	47,746
91 Expenditures from civilian pay increase supplemental.....	-----	31	1

¹ Includes capital outlay as follows: 1965, \$15 thousand; 1966, \$26 thousand; 1967, \$41 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders 1964, \$19 thousand (1965 adjustments, \$1,242 thousand); 1965, \$1,077 thousand; 1966, \$1,077 thousand; 1967, \$1,077 thousand.

The Service administers funds for payments and grants to State agricultural experiment stations and other eligible institutions for the support of research in agriculture, the rural home, rural life, and forestry. This administration involves supervision of the funds, close advisory relations with the State agricultural experiment stations, and participation in the planning and coordination of research programs between the States and the U.S. Department of Agriculture.

1. *Payments to agricultural experiment stations under the Hatch Act.*—Grants under the Hatch Act are allocated to agricultural experiment stations of the land-grant colleges in the 50 States and Puerto Rico for agricultural research, including investigations and experiments to promote a permanent and efficient agricultural industry and improvements in the rural home and rural life. A program of \$39,613 thousand, which represents a decrease of \$8,500 thousand, from 1966, is proposed for 1967.

2. *Grants for cooperative forestry research.*—These forestry grants are allocated to land-grant colleges or agricultural experiment stations in the 50 States and Puerto Rico and other State-supported colleges and universities offering graduate training in the sciences basic to forestry and having a forestry school. The act requires that the Federal funds paid to each institution be matched by funds from non-Federal sources for forestry research. No increase is proposed for 1967.

3. *Contracts and grants for scientific research.*—An increase of \$2,910 thousand is proposed for the program of contracts and grants for support of scientific research to nonprofit institutions of higher education, or nonprofit organizations whose primary purpose is the conduct of such research.

4. *Grants for facilities.*—These grants to provide additional facilities for research are allocated to State agricultural experiment stations in the 50 States and Puerto Rico. Assistance is available to the States for construction, acquisition, and remodeling of buildings, laboratories, and other capital facilities which are necessary to more effectively conduct research in agriculture and sciences related thereto. The Federal funds are provided on a matching basis. A decrease of \$2 million is proposed for 1967.

5. *Penalty mail.*—Funds to cover the cost of penalty mailings for State agricultural experiment station directors are provided under this appropriation.

6. *Federal administration.*—A coordinating and review staff is maintained to examine research projects and assist State institutions and Federal agencies. An increase of \$90 thousand is proposed to partially defray the additional personnel costs in administering the program of contracts and grants for scientific research.

The planned distribution in 1967 of these payments and grants to the State agricultural experiment stations and other eligible institutions under the above-mentioned programs is as follows (in thousands of dollars):

Payments under the Hatch Act:	
Statutory formula.....	30,609
Regional research fund.....	8,039
Total.....	38,648
Cooperative forestry research.....	2,500
Contracts and grants for scientific research.....	4,910
Total.....	46,058

COOPERATIVE STATE RESEARCH SERVICE— Continued

General and special funds—Continued

PAYMENTS AND EXPENSES—Continued

Object Classification (in thousands of dollars)

Identification code 05-08-1500-0-1-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	990	1,101	981
11.3 Positions other than permanent.....	46	37	37
11.5 Other personnel compensation.....	5	7	7
Total personnel compensation.....	1,041	1,145	1,025
12.0 Personnel benefits.....	75	82	73
21.0 Travel and transportation of persons.....	140	126	120
22.0 Transportation of things.....	3	3	3
23.0 Rent, communications, and utilities.....	322	328	325
24.0 Printing and reproduction.....	33	33	33
25.1 Other services.....	68	87	80
25.2 Services of other agencies.....	32	15	8
26.0 Supplies and materials.....	10	12	12
31.0 Equipment.....	11	13	13
41.0 Grants, subsidies, and contributions.....	48,675	53,584	46,048
99.0 Total obligations.....	50,410	55,428	47,740

Personnel Summary

Total number of permanent positions.....	97	107	101
Full-time equivalent of other positions.....	6	4	4
Average number of all employees.....	96	103	90
Average GS grade.....	9.5	9.6	9.6
Average GS salary.....	\$10,683	\$11,032	\$11,316

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-08-3975-0-4-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Miscellaneous services to other accounts.....	6	10	10
2. Agency for International Development (Funds appropriated to the President).....	8	8	8
Total program costs, funded.....	14	18	18
Portion of foregoing originally charged to allocations from the Agency for Inter- national Development.....	-8	-4	-----
10 Total obligations.....	6	14	18
Financing:			
11 Receipts and reimbursements from: Ad- ministrative budget accounts.....	-6	-14	-18
New obligational authority.....	-----	-----	-----
Relation of obligations to expenditures:			
10 Total obligations.....	6	14	18
70 Receipts and other offsets (items 11-17).....	-6	-14	-18
71 Obligations affecting expenditures.....	-----	-----	-----
90 Expenditures.....	-----	-----	-----

Object Classification (in thousands of dollars)

Identification code 05-08-3975-0-4-355	1965 actual	1966 estimate	1967 estimate
11.1 Personnel compensation: Permanent positions.....	9	7	7
12.0 Personnel benefits.....	1	1	1
21.0 Travel and transportation of persons.....	4	-----	-----
25.1 Other services.....	-----	10	10
Subtotal.....	14	18	18
96.0 Portion of foregoing originally charged to allocations from the Agency for International Development.....	-8	-4	-----
99.0 Total obligations.....	6	14	18

Personnel Summary

Total number of permanent positions.....	1	1	1
Average number of all employees.....	1	1	1
Average GS grade.....	9.5	9.6	9.6
Average GS salary.....	\$10,683	\$11,032	\$11,316

EXTENSION SERVICE

General and special funds:

COOPERATIVE EXTENSION WORK, PAYMENTS AND EXPENSES

Payments to States and Puerto Rico: For payments for cooperative agricultural extension work under the Smith-Lever Act, as amended by the Act of June 26, 1953, the Act of August 11, 1955, and the Act of October 5, 1962 (7 U.S.C. 341-349), **[\$74,030,000]** \$74,347,500; and payments and contracts for such work under section 204(b)-205 of the Agricultural Marketing Act of 1946 (7 U.S.C. 1623-1624), \$1,570,000; in all, **[\$75,600,000]** \$75,917,500: *Provided*, That funds hereby appropriated pursuant to section 3(c) of the Act of June 26, 1953, shall not be paid to any State or Puerto Rico prior to availability of an equal sum from non-Federal sources for expenditure during the current fiscal year.

Retirement and Employees' Compensation costs for extension agents: For cost of employer's share of Federal retirement and for reimbursement for benefits paid from the Employees' Compensation Fund for cooperative extension employees, **[\$7,857,000]** \$8,139,500.

Penalty mail: For costs of penalty mail for cooperative extension agents and State extension directors, \$3,113,000.

Federal Extension Service: For administration of the Smith-Lever Act, as amended by the Act of June 26, 1953, the Act of August 11, 1955, and the Act of October 5, 1962 (7 U.S.C. 341-349), and extension aspects of the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627), and to coordinate and provide program leadership for the extension work of the Department and the several States and insular possessions, **[\$2,565,000]** \$3,054,000. (5 U.S.C. 785; 39 U.S.C. 4166; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-12-0502-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Payments to States and Puerto Rico:			
(a) Payments for cooperative agricultural extension work under Smith-Lever Act.....	69,819	74,096	74,331
(b) Payments and contracts under the Agricultural Marketing Act.....	1,554	1,728	1,620
2. Retirement and employees' compensation costs for extension agents.....	7,412	7,890	8,140
3. Penalty mail.....	3,113	3,113	3,113
4. Federal Extension Service.....	2,890	3,087	3,072
Total program costs, funded ¹	84,789	89,914	90,276
Change in selected resources ²	603	-698	-52
10 Total obligations.....	85,392	89,216	90,224

Program and Financing (in thousands of dollars)—Continued

Identification code 05-12-0502-0-1-355	1965 actual	1966 estimate	1967 estimate
Financing:			
21 Unobligated balance available, start of year.....		-81	
24 Unobligated balance available, end of year.....	81		
25 Unobligated balance lapsing.....	384		
New obligational authority.....	85,857	89,135	90,224
New obligational authority:			
40 Appropriation.....	85,924	89,135	90,224
41 Transferred to "Payments and expenses," Cooperative State Research Service (79 Stat. 99).....	-67		
43 Appropriation (adjusted).....	85,857	89,135	90,224
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)...	85,392	89,216	90,224
72 Obligated balance, start of year.....	1,797	2,342	1,680
74 Obligated balance, end of year.....	-2,342	-1,680	-1,678
77 Adjustments in expired accounts.....	-41		
90 Expenditures.....	84,805	89,878	90,226

¹ Includes capital outlay as follows: 1965, \$19 thousand; 1966, \$18 thousand; 1967, \$18 thousand.

² Selected resources as of June 30 are as follows:

	1964	1965 adjust- ments	1965	1966	1967
Unpaid undelivered orders.....	240	-41	822	134	87
Advances.....	37	---	17	7	2
Total selected resources....	277	-41	839	141	89

The primary function of the nationwide system of cooperative extension work is out-of-school applied education in agriculture, home economics, and related subjects. This educational work takes research results, technological advancements, and situation and program facts of the Department of Agriculture, the State agricultural colleges and experiment stations, and incorporates them into a national educational program for action. Its objective is to provide farm people and others with information and assistance upon which they may make social and economic adjustments necessary for an efficient agricultural industry and improved rural homes and rural life.

1. *Payments to States and Puerto Rico.*—Funds appropriated under the Smith-Lever Act for payments to States and Puerto Rico are distributed primarily on the basis of farm and rural population and to a limited degree on the basis of special problems and needs. Funds appropriated under the Agricultural Marketing Act for educational work in marketing are distributed to the States and Puerto Rico on a matching basis under approved projects and on the basis of contracts. Funds are used primarily for the employment of State and county extension workers who work with rural families, marketing concerns, and others by providing advice and assistance in the application of improved methods involved in production, marketing, and family living. They assist local leadership to determine extension programs of work. Work with youth is accomplished largely through 4-H clubs. Funds also provide for Federal program support. Extension agents are paid from Federal, State, and county sources. The increase of \$317,500 in this item is composed of (1) an increase of \$717,500 to permit the continuation of the work in the Appalachian region offset by (2) shifting \$400 thousand from the 3(c)1 provisions of the Smith-Lever Act

to the 3(d) provisions to be reflected under the subappropriation item "Federal Extension Service." Included also in this item is a proposed transfer of \$10 million from the 3(c) (formula) provisions of the act to the 3(d) (non-formula) provisions for the purpose of allocating to programs of rural resource development and for expansion of work with low-income families.

2. *Retirement and employees' compensation costs for extension agents.*—The increase proposed is required to meet these costs for cooperative extension agents. The mandatory retirement contribution is authorized under Public Law 854, approved July 31, 1956. The employer's contribution to the Federal retirement fund, to match contribution of these agents, is provided by this Federal appropriation. There are an estimated 13,500 non-Federal employees who will participate in the retirement system in 1967. An increase of \$2,284 added to the present amount of \$51,574 provides an amount equal to the benefits received by the cooperative agents to be paid to the employees' compensation fund, as required by Public Law 86-767. An increase of \$280,216 is required to meet the mandatory retirement contribution authorized by Public Law 854.

3. *Penalty mail.*—Funds to cover the cost of penalty mailings for State extension directors and cooperative extension agents in the States are provided under this appropriation.

4. *Federal Extension Service.*—The Federal Extension Service provides leadership, counsel, and assistance to the States and Puerto Rico in developing extension programs, improved teaching methods, efficient use of available resources, evaluation of programs, inservice training for extension personnel, and administrative services. The Federal Extension Service also coordinates the educational activities of other U.S. Department of Agriculture agencies. The transfer of \$400 thousand from section 3(c)1 provisions to section 3(d) provisions of the Smith-Lever Act does not result in an increase in funds for administrative and technical support.

Object Classification (in thousands of dollars)

Identification code 05-12-0502-0-1-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	2,061	2,271	2,332
11.3 Positions other than permanent.....	34	31	16
11.4 Special personal service payments.....	9	10	10
11.5 Other personnel compensation.....	6		
Total personnel compensation.....	2,110	2,312	2,358
12.0 Personnel benefits.....	7,567	8,057	8,311
21.0 Travel and transportation of persons.....	248	247	242
22.0 Transportation of things.....	44	44	44
23.0 Rent, communications, and utilities.....	3,168	3,170	3,170
24.0 Printing and reproduction.....	94	97	92
25.1 Other services.....	279	89	89
25.2 Services of other agencies.....	62	62	57
26.0 Supplies and materials.....	26	27	25
31.0 Equipment.....	18	18	10
41.0 Grants, subsidies, and contributions.....	71,776	75,093	75,826
99.0 Total obligations.....	85,392	89,216	90,224

Personnel Summary

Total number of permanent positions.....	243	250	249
Full-time equivalent of other positions.....	4	5	3
Average number of all employees.....	220	237	236
Average GS grade.....	8.9	9.0	9.0
Average GS salary.....	\$9,609	\$10,205	\$10,308

EXTENSION SERVICE—Continued**Intragovernmental funds:****ADVANCES AND REIMBURSEMENTS****Program and Financing (in thousands of dollars)**

Identification code 05-12-3905-0-4-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Cooperation with Bureau of Indian Affairs on extension program with Indians	47	48	48
2. Assistance to agricultural stabilization and conservation committees and the Commodity Credit Corporation loan program in Alaska	1	1	1
3. To carry out Extension Service responsibilities in connection with the economic development program (Commerce)	80	28	
4. Cooperation with Department of Defense on extension program work in rural defense information and education program	1,307	1,404	1,405
5. Cooperation with the Office of Economic Opportunity on work concerned with the development of opportunities for low-income people	23	21	21
6. Agency for International Development (funds appropriated to the President)	191	200	176
7. Miscellaneous services to other accounts	20	37	29
Total program costs	1,669	1,739	1,680
Change in selected resources ¹	-9	-2	
Portion of foregoing originally charged to allocations from the Agency for International Development	-191	-108	
10 Total obligations	1,469	1,629	1,680
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts	-1,540	-1,600	-1,651
14 Non-Federal sources ²	-20	-29	-29
25 Unobligated balance lapsing	91		
New obligational authority			
Relation of obligations to expenditures:			
10 Total obligations	1,469	1,629	1,680
70 Receipts and other offsets (items 11-17)	-1,560	-1,629	-1,680
71 Obligations affecting expenditures	-91		
72 Obligated balance, start of year	74	47	47
74 Obligated balance, end of year	-47	-47	-47
77 Adjustments in expired accounts	-9		
90 Expenditures	-73		

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$64 thousand (1964 adjustments, -\$9 thousand); 1965, \$46 thousand; 1966, \$44 thousand; 1967, \$44 thousand.

² Reimbursements are from cooperating State extension services for teaching materials developed and provided on a cost-sharing basis (5 U.S.C. 563, 564).

Object Classification (in thousands of dollars)

Identification code 05-12-3905-0-4-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions	398	377	324
11.3 Positions other than permanent	5	5	1
Total personnel compensation	403	382	325
12.0 Personnel benefits	29	27	23
21.0 Travel and transportation of persons	32	39	36
22.0 Transportation of things	2	2	2
23.0 Rent, communications, and utilities	11	11	10

Object Classification (in thousands of dollars)—Continued

Identification code 05-12-3905-0-4-355	1965 actual	1966 estimate	1967 estimate
24.0 Printing and reproduction	67	85	85
25.1 Other services	60	88	95
25.2 Services of other agencies	21	75	75
26.0 Supplies and materials	6	7	8
31.0 Equipment	1		
41.0 Grants, subsidies, and contributions	1,028	1,021	1,021
Subtotal	1,660	1,737	1,680
96.0 Portion of foregoing originally charged to allocation from the Agency for International Development	-191	-108	
99.0 Total obligations	1,469	1,629	1,680

Personnel Summary

Total number of permanent positions	37	28	27
Full-time equivalent of other positions	2	2	1
Average number of all employees	36	33	28
Average GS grade	8.9	9.0	9.0
Average GS salary	\$9,609	\$10,205	\$10,308

FARMER COOPERATIVE SERVICE**SALARIES AND EXPENSES**

For necessary expenses to carry out the Act of July 2, 1926 (7 U.S.C. 451-457), and for conducting research relating to the economic and marketing aspects of farmer cooperatives, as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627), **[\$1,141,000]** \$1,175,000. (Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-16-0400-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Research and technical assistance for agricultural cooperatives (program costs, funded) ¹	1,128	1,167	1,175
Change in selected resources ²	-6		
10 Total obligations	1,122	1,167	1,175
Financing:			
25 Unobligated balance lapsing	19		
New obligational authority	1,141	1,167	1,175
New obligational authority:			
40 Appropriation	1,141	1,141	1,175
44 Proposed supplemental for civilian pay increases		26	
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)	1,122	1,167	1,175
72 Obligated balance, start of year	115	141	167
74 Obligated balance, end of year	-141	-167	-172
77 Adjustments in expired accounts	-1		
90 Expenditures excluding pay increase supplemental	1,095	1,116	1,169
91 Expenditures from civilian pay increase supplemental		25	1

¹ Includes capital outlay as follows: 1965, \$8 thousand; 1966, \$8 thousand; 1967, \$8 thousand.

² Selected resources as of June 30, are as follows: Unpaid undelivered orders, 1964, \$38 thousand (1965 adjustments -\$1 thousand); 1965, \$31 thousand; 1966 \$31 thousand; 1967, \$31 thousand.

The Farmer Cooperative Service provides research, advisory, and educational assistance to farmers' marketing, purchasing, and service cooperatives. Attention is directed to problems of organization, membership, financing, efficiency, processing, distribution, pricing, selling, and transportation of farm products by farmer cooperatives. Much of this work is carried on in cooperation with land-grant colleges, the Extension Service, and other Federal and State agencies.

Object Classification (in thousands of dollars)

Identification code 05-16-0400-0-1-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions	839	876	883
11.5 Other personnel compensation	4	4	4
Total personnel compensation	843	880	887
12.0 Personnel benefits	63	66	66
21.0 Travel and transportation of persons	42	37	36
22.0 Transportation of things	1	1	1
23.0 Rent, communications, and utilities	26	29	29
24.0 Printing and reproduction	59	58	58
25.1 Other services	42	38	39
25.2 Services of other agencies	35	42	43
26.0 Supplies and materials	6	7	7
31.0 Equipment	6	9	9
99.0 Total obligations	1,122	1,167	1,175

Personnel Summary

Total number of permanent positions	99	99	99
Average number of all employees	83	91	91
Average GS grade	9.2	9.2	9.2
Average GS salary	\$9,363	\$9,701	\$9,710

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-16-3904-0-4-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Research and technical assistance for agricultural cooperatives	12	55	29
2. Area Redevelopment Act, Department of Commerce	52	-----	-----
3. Agency for International Development (funds appropriated to the President)	53	127	123
Total program costs, funded	117	182	152
Change in selected resources ¹	-38	-----	-----
Portion of foregoing originally charged to allocations from the Agency for International Development	-53	-54	-----
10 Total obligations	26	128	152
Financing:			
11 Receipts and reimbursements from: Administrative budget accounts	-26	-128	-152
New obligational authority	-----	-----	-----
Relation of obligations to expenditures:			
10 Total obligations	26	128	152
70 Receipts and other offsets (items 11-17)	-26	-128	-152
71 Obligations affecting expenditures	-----	-----	-----
72.98 Obligated balance, start of year	35	13	-----

Program and Financing (in thousands of dollars)—Continued

Identification code 05-16-3904-0-4-355	1965 actual	1966 estimate	1967 estimate
Relation of obligations to expenditures—Continued			
74.98 Obligated balance, end of year	-13	-----	-----
77 Adjustments in expired accounts	2	-----	-----
90 Expenditures	24	13	-----

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$38 thousand; 1965, \$0; 1966, \$0; 1967, \$0.

Object Classification (in thousands of dollars)

Identification code 05-16-3904-0-4-355	1965 actual	1966 estimate	1967 estimate
11.1 Personnel compensation: Permanent positions	55	132	122
12.0 Personnel benefits	4	10	9
21.0 Travel and transportation of persons	4	9	2
22.0 Transportation of things	4	10	-----
25.1 Other services	5	3	2
25.2 Services of other agencies	6	18	17
Subtotal	79	182	152
96.0 Portion of foregoing originally charged to allocations from the Agency for International Development	-53	-54	-----
99.0 Total obligations	26	128	152

Personnel Summary

Total number of permanent positions	2	11	10
Average number of all employees	2	7	9
Average GS grade	9.2	9.2	9.2
Average GS salary	\$9,363	\$9,701	\$9,710

SOIL CONSERVATION SERVICE

The Soil Conservation Service is responsible for various soil and water conservation activities of the Department of Agriculture, including six action programs for which separate appropriations are made, reimbursements from other agencies for technical services performed, trust funds, and miscellaneous accounts involving cooperative agreements with local organizations. The primary purpose of these program operations is to help farmers, ranchers, and other landowners in making needed land use adjustments; to conserve soil, water, and plant resources; to reduce the hazards of floods, sedimentation and related damages; and to assist in establishing a permanent and economically sound agriculture. These activities are conducted in cooperation with Federal and State agencies, locally managed conservation districts, and other sponsoring organizations.

The Service provides professional leadership in soil, water, and plant conservation and works directly with locally managed conservation districts and sponsors of watershed projects on local programs and cooperative work plans which are of benefit to rural and urban people in their areas.

The Service also furnishes technical services for the Agricultural Conservation program; the soil and water conservation loans made by the Farmers Home Administration; the State and county rural areas development committees; and other agencies or local groups having soil and water conservation problems. These interrelated program activities are primarily for the conservation, protection, and improvement of land and water resources for the beneficial uses of all the people.

SOIL CONSERVATION SERVICE—Continued

General and special funds:

CONSERVATION OPERATIONS

For necessary expenses for carrying out the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-590f), including preparation of conservation plans and establishment of measures to conserve soil and water (including farm irrigation and land drainage and such special measures as may be necessary to prevent floods and the siltation of reservoirs); operation of conservation nurseries; classification and mapping of soil; dissemination of information; purchase and erection or alteration of permanent buildings; and operation and maintenance of aircraft, **[\$106,373,000] \$109,020,000: Provided**, That the cost of any permanent building purchased, erected, or as improved, exclusive of the cost of constructing a water supply or sanitary system and connecting the same to any such building and with the exception of buildings acquired in conjunction with land being purchased for other purposes, shall not exceed \$2,500, except for one building to be constructed at a cost not to exceed \$25,000 and eight buildings to be constructed or improved at a cost not to exceed \$15,000 per building and except that alterations or improvements to other existing permanent buildings costing \$2,500 or more may be made in any fiscal year in an amount not to exceed \$500 per building: *Provided further*, That no part of this appropriation shall be available for the construction of any such building on land not owned by the Government: *Provided further*, That no part of this appropriation may be expended for soil and water conservation operations under the Act of April 27, 1935 (16 U.S.C. 590a-590f) in demonstration projects: *Provided further*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$5,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a): *Provided further*, That qualified local engineers may be temporarily employed at per diem rates to perform the technical planning work of the service. (5 U.S.C. 511-512, 565a; 7 U.S.C. 1387, 1807; 16 U.S.C. 590q-1; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-20-1000-0-1-354	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Assistance to conservation districts, communities, and other cooperators:			
(a) Soil survey.....	18,900	19,300	16,475
(b) Technical programing and installation services and snow surveys.....	83,037	89,807	91,592
(c) Operation of plant material centers.....	1,020	1,120	995
Total program costs, funded ¹	102,957	110,227	109,062
Changes in selected resources ²	208	150	-42
10 Total obligations.....	103,165	110,377	109,020
Financing:			
21 Unobligated balance available, start of year.....		-1,575	
24 Unobligated balance available, end of year.....	1,575		
25 Unobligated balance lapsing.....	1,068		
New obligational authority.....	105,808	108,802	109,020
New obligational authority:			
40 Appropriation.....	106,136	106,373	109,020
41 Transferred to "Operating expenses, Public Buildings Service, General Services Administration" (78 Stat. 655 and 79 Stat. 531).....	-328	-179	
43 Appropriation (adjusted).....	105,808	106,194	109,020
44 Proposed supplemental for civilian pay increases.....		2,608	

Program and Financing (in thousands of dollars)—Continued

Identification code 05-20-1000-0-1-354	1965 actual	1966 estimate	1967 estimate
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	103,165	110,377	109,020
72 Obligated balance, start of year.....	7,135	5,751	6,556
74 Obligated balance, end of year.....	-5,751	-6,556	-6,576
77 Adjustments in expired accounts.....	-78		
90 Expenditures excluding pay increase supplemental.....	104,471	107,132	108,832
91 Expenditures from civilian pay increase supplemental.....		2,440	168

¹ Includes capital outlay as follows: 1965, \$3,059 thousand; 1966, \$3 million; 1967, \$3 million.

² Selected resources as of June 30 are as follows:

	1964 actual	1965 adjust- ments	1965 estimate	1966 estimate	1967 estimate
Stores.....	181	-78	170	170	170
Unpaid undelivered orders.....	1,835	-78	1,976	2,126	2,084
Total selected resources..	2,016	-78	2,146	2,296	2,254

Assistance to conservation districts, communities and other cooperators consists mainly of the following:

(a) Standard soil surveys and investigations, with interpretations and publications, which provide physical land facts needed for local program development, farm and ranch conservation planning, installation of planned practices, and for use by other Federal, State, and local agencies;

MAIN WORKLOAD FACTORS

	[In thousands of acres]			
	1965 actual	Total as of June 30, 1965	1966 estimate	1967 estimate
Standard soil surveys.....	50,674	577,051	50,000	35,000
Conservation surveys.....	2,223	277,457	2,000	-----
Total soil surveys..	52,897	854,508	52,000	35,000

¹ Cumulative total acres mapped in districts, all programs.

(b) technical assistance to cooperating farmers and ranchers in the planning of individual conservation programs for orderly land use adjustments and installation of needed conservation treatments; (c) technical programing, installation services and consultation with those practices and measures provided for in farm and ranch conservation plans;

MAIN WORKLOAD FACTORS

	Total number	1965 actual	1966 estimate	1967 estimate
Conservation districts.....		2,989	3,014	3,032
District cooperators (cumulative).....		1,969,860	2,020,000	2,095,000
Community-type group jobs.....		2,913	3,200	3,180
Basic conservation plans and revisions (annually):				
Number.....		133,336	145,000	156,000
Acres.....		55,259,964	60,175,000	64,000,000
Basic plans (cumulative).....		1,503,432	1,545,000	1,620,000
District cooperators assisted.....		1,060,071	1,095,000	1,100,000

(d) technical assistance with community-type water facilities and control problems that can best be solved through coordinated local action; (e) the granting of special equipment to soil conservation districts for use in applying planned conservation practices; (f) water supply forecasts developed from snow surveys in Western States which are useful in making efficient seasonal use of water; (g) the selection and testing of plant materials to determine

their suitability for erosion control and conservation purposes; (h) technical assistance to participants in the Agricultural Conservation program in establishing specified practices; (i) technical services to participants in other programs involving land use adjustments along with resource improvements; (j) technical assistance in planning and applying the soil and water conservation practices for which loans are made by the Farmers Home Administration; (k) consultation and assistance to local rural areas development committees; and (l) program planning with consultation services in rural areas.

Combinations of needed soil and water conservation practices are planned together and in relation to each other so as to have a well balanced conservation program in each district and for each farm or ranch. Both vegetative and structural measures are used in accordance with the needs of the land for conservation treatment and improvement. Each plan reflects the decisions of the cooperating farmer or rancher as to how he will use and treat his land.

Technicians of the Soil Conservation Service explain the various soil conditions, develop alternative uses and treatments with each cooperator, help to evaluate the costs and returns of conservation farming, and furnish assistance in applying the needed treatments. Cooperating landowners and operators are providing more than half the cost of practices and measures installed in district programs. Local agencies and private individuals also furnish about one-third of the total installation services used to apply soil and water conservation practices in districts throughout the country.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-20-1000-0-1-354			
Personnel compensation:			
11.1 Permanent positions.....	79,490	83,216	81,720
11.3 Positions other than permanent.....	2,469	5,330	5,270
11.5 Other personnel compensation.....	289	350	330
Total personnel compensation.....	82,248	88,896	87,320
12.0 Personnel benefits.....	6,300	6,835	6,780
21.0 Travel and transportation of persons.....	2,291	2,000	2,235
22.0 Transportation of things.....	574	645	630
23.0 Rent, communications, and utilities.....	3,037	2,995	3,100
24.0 Printing and reproduction.....	603	659	700
25.1 Other services.....	1,112	1,280	1,300
25.2 Services of other agencies.....	1,108	1,283	1,192
26.0 Supplies and materials.....	3,143	3,159	3,200
31.0 Equipment.....	2,585	2,392	2,495
32.0 Lands and structures.....	135	126	25
42.0 Insurance claims and indemnities.....	35	114	50
Subtotal.....	103,171	110,384	109,027
95.0 Quarters and subsistence charges.....	-6	-7	-7
99.0 Total obligations.....	103,165	110,377	109,020

Personnel Summary

Total number of permanent positions.....	10,675	10,908	10,553
Full-time equivalent of other positions.....	648	1,297	1,275
Average number of all employees.....	10,838	11,686	11,300
Average GS grade.....	7.7	7.7	7.8
Average GS salary.....	\$7,631	\$7,958	\$8,040

WATERSHED PLANNING

For necessary expenses for small watershed investigations and planning, in accordance with the Watershed Protection and Flood Prevention Act, as amended (16 U.S.C. 1001-1008), to remain available until expended, **[\$5,721,000]** \$6,397,000, with which shall

be merged the unexpended balances of funds heretofore appropriated under this head: *Provided*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$50,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a). (5 U.S.C. 511-512; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-20-1066-0-1-401			
Program by activities:			
Small watershed project investigations and planning (program costs, funded) ¹	5,230	6,843	6,397
Change in selected resources ²	101		
10 Total obligations.....	5,331	6,843	6,397
Financing:			
21 Unobligated balance available, start of year.....		-575	
24 Unobligated balance available, end of year.....	575		
25 Unobligated balance lapsing.....	415		
New obligational authority.....	6,321	6,268	6,397
New obligational authority:			
40 Appropriation.....	6,324	5,721	6,397
41 Transferred to "Operating expenses, Public Buildings Service," General Services Administration (78 Stat. 655 and 79 Stat. 531).....	-3	-8	
43 Appropriation (adjusted).....	6,321	5,713	6,397
44 Proposed supplemental for civilian pay increases.....		140	
50 Reappropriation.....		415	
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	5,331	6,843	6,397
72 Obligated balance, start of year.....		282	471
74 Obligated balance, end of year.....	-282	-471	-525
90 Expenditures excluding pay increase supplemental.....	5,049	6,519	6,338
91 Expenditures from civilian pay increase supplemental.....		135	5

¹ Includes capital outlay as follows: 1965, \$54 thousand; 1966, \$60 thousand; 1967, \$60 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$0; 1965, \$101 thousand; 1966, \$101 thousand; 1967, \$101 thousand.

The Department cooperates with the States and other agencies in planning works of improvement in small watersheds to reduce damage from floodwater, sediment, and erosion and for the conservation, development, utilization, and disposal of water.

MAIN WORKLOAD FACTORS

Activity	1965 actual	1966 estimate	1967 estimate
Applications for planning assistance:			
Received, current fiscal year.....	180	223	230
Received, cumulative at June 30.....	2,317	2,540	2,770
Not suitable for planning at June 30.....	265	270	275
Status of planning:			
Authorized, current fiscal year.....	109	100	50
Authorized, cumulative at June 30.....	1,111	1,211	1,261
Suspended or terminated at June 30.....	156	165	170
Completed, current fiscal year.....	96	105	110
Completed, cumulative at June 30.....	713	818	928
In process at June 30.....	242	228	163
Remaining to be planned at June 30.....	941	1,059	1,234
Completed plans not yet approved for operations.....	78	78	68

Small watershed project investigations and planning.—Surveys are made by the Department of proposed small watershed projects, and work plans are prepared in

SOIL CONSERVATION SERVICE—Continued**General and special funds—Continued****WATERSHED PLANNING—Continued**

cooperation with the local sponsors. These plans outline the soil and water management problems in the watershed, the steps that have been or are authorized to be taken to alleviate these problems, the proposed works of improvement to be installed, the estimated benefits and costs, cost-sharing and operation and maintenance arrangements, and other facts necessary to justify Federal participation in project development.

Object Classification (in thousands of dollars)

Identification code 05-20-1066-0-1-401	1965 actual	1966 estimate	1967 estimate
SOIL CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	3,596	4,425	4,190
11.3 Positions other than permanent.....	181	418	390
11.5 Other personnel compensation.....	9	13	12
Total personnel compensation.....	3,786	4,856	4,592
12.0 Personnel benefits.....	288	366	342
21.0 Travel and transportation of persons.....	308	344	340
22.0 Transportation of things.....	34	59	40
23.0 Rent, communications, and utilities.....	84	94	100
24.0 Printing and reproduction.....	112	172	137
25.1 Other services.....	73	140	101
25.2 Services of other agencies.....	51	78	60
25.3 Payments to "Watershed Protection".....	6	10	10
26.0 Supplies and materials.....	75	115	87
31.0 Equipment.....	96	132	107
Total obligations, Soil Conservation Service.....	4,913	6,366	5,916
ALLOTMENT ACCOUNTS			
Personnel compensation:			
11.1 Permanent positions.....	282	308	318
11.3 Positions other than permanent.....	10	17	18
Total personnel compensation.....	292	325	336
12.0 Personnel benefits.....	21	25	26
21.0 Travel and transportation of persons.....	38	41	41
22.0 Transportation of things.....	2	2	2
23.0 Rent, communications, and utilities.....	6	4	4
24.0 Printing and reproduction.....	1	1	1
25.1 Other services.....	11	19	19
25.2 Services of other agencies.....	1	1	1
26.0 Supplies and materials.....	5	7	7
31.0 Equipment.....	4	2	2
41.0 Grants, subsidies, and contributions.....	37	50	42
Total obligations, allotment accounts.....	418	477	481
99.0 Total obligations.....	5,331	6,843	6,397
Obligations are distributed as follows:			
Soil Conservation Service.....	4,913	6,366	5,916
Economic Research Service.....	23	23	26
Forest Service.....	395	454	455

Personnel Summary

SOIL CONSERVATION SERVICE			
Total number of permanent positions.....	431	526	491
Full-time equivalent of other positions.....	48	104	95
Average number of all employees.....	459	606	562
Average GS grade.....	7.7	7.7	7.8
Average GS salary.....	\$7,631	\$7,958	\$8,040

Personnel Summary—Continued

	1965 actual	1966 estimate	1967 estimate
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....	32	36	37
Full-time equivalent of other positions.....	2	4	4
Average number of all employees.....	33	36	36
Average GS grade.....	7.5	7.5	7.5
Average GS salary.....	\$7,324	\$7,696	\$7,784

WATERSHED PROTECTION

For necessary expenses to conduct river basin surveys and investigations, and research and to carry out preventive measures, including, but not limited to, engineering operations, methods of cultivation, the growing of vegetation, and changes in use of land, in accordance with the Watershed Protection and Flood Prevention Act, approved August 4, 1954, as amended (16 U.S.C. 1001-1008), and the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-f), to remain available until expended, **[\$65,671,000] \$66,559,000**, with which shall be merged the unexpended balances of funds heretofore appropriated or transferred to the Department for watershed protection purposes: *Provided*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$100,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a): *Provided further*, That not to exceed **[\$5,500,000] \$5,000,000**, together with the unobligated balance of funds previously appropriated for loans and related expense, shall be available for such purposes. **[For an additional amount for "Watershed protection", \$140,000, to remain available until expended.] (5 U.S.C. 511-512; Department of Agriculture and Related Agencies Appropriation Act, 1966; Supplemental Appropriation Act, 1966.)**

Program and Financing (in thousands of dollars)

Identification code 05-20-1067-0-1-401	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Watershed works of improvement.....	52,152	54,149	56,890
2. Loans and related expense.....	4,382	8,600	5,000
3. River basin program development and coordination.....	3,823	6,100	7,914
Total program costs, funded ¹	60,357	68,849	69,804
Change in selected resources ²	4,429	4,794	-245
10 Total obligations.....	64,786	73,643	69,559
Financing:			
21 Unobligated balance available, start of year.....	-3,859	-10,312	-3,000
24 Unobligated balance available, end of year.....	10,312	3,000	-----
New obligational authority.....	71,240	66,331	66,559
New obligational authority:			
40 Appropriation.....	71,279	65,811	66,559
41 Transferred to "Operating expenses, Public Buildings Service," General Services Administration (78 Stat. 655 and 79 Stat. 531).....	-39	-65	-----
43 Appropriation (adjusted).....	71,240	65,746	66,559
44 Proposed supplemental for civilian pay increases.....	-----	585	-----

¹ Includes capital outlay as follows: 1965, \$669 thousand; 1966, \$740 thousand; 1967, \$780 thousand.

² Selected resources as of June 30 are as follows:

	1964	1965	1966	1967
Unpaid undelivered orders.....	42,718	47,161	51,955	51,710
Advances.....	14	-----	-----	-----
Total selected resources.....	42,732	47,161	51,955	51,710

Program and Financing (in thousands of dollars)—Continued

Identification code	1965 actual	1966 estimate	1967 estimate
05-20-1067-0-1-401			
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	64,786	73,643	69,559
72 Obligated balance, start of year.....	49,302	52,784	60,341
74 Obligated balance, end of year.....	-52,784	-60,341	-59,780
90 Expenditures excluding pay increase supplemental.....	61,304	65,541	70,080
91 Expenditures from civilian pay increase supplemental.....		545	40

The Department cooperates with the States and other agencies in installing works of improvement in small watersheds to reduce damage from floodwater, sediment, and erosion and for the conservation, development, utilization, and disposal of water. It provides loans to local organizations to help them finance their share of the costs of certain works of improvement. The Department also cooperates with other agencies in making surveys and investigations of watersheds of rivers and other waterways as the basis for the development of coordinated programs.

MAIN WORKLOAD FACTORS

	1965 actual	1966 estimate	1967 estimate
Status of projects approved for operations:			
Approved, current fiscal year.....	66	105	120
Approved, cumulative at June 30.....	635	740	860
Completed, current fiscal year.....	17	30	40
Completed, cumulative at June 30.....	83	113	153
Work in progress at June 30.....	552	627	707

1. *Watershed works of improvement.*—The Department provides technical and financial assistance to local organizations to install the watershed works of improvement for watershed protection, flood prevention, agricultural water management, recreation, and fish and wildlife development features specified in the work plans.

(a) *Pilot demonstration watersheds.*—Sixty-two pilot watersheds were started in 1954 in cooperation with local sponsors under authority of the act of April 27, 1935 (16 U.S.C. 590 a-f) to demonstrate and evaluate the effectiveness of works of improvement installed in small watersheds for watershed protection and flood prevention. As of June 30, 1965, work had been discontinued in 8 projects and completed as planned in 49 except for project evaluation studies which will be underway until 1970 in some of these. The following table shows the current status of the pilot watershed projects. Obligations for project evaluation studies are not reflected in the table subsequent to 1959 as these costs were determined not properly chargeable to projects. Obligations for such studies amounted to \$103 thousand in 1965 and are estimated at \$102 thousand each year in 1966 and 1967.

[Dollars in thousands]

Explanation	1965 actual		1966 estimate		1967 estimate	
	Number	Amount	Number	Amount	Number	Amount
Uncompleted projects at beginning of year and estimated completion cost.....	6	1,343	5	642	1	304
Status of projects and amounts obligated:						
1. Projects completed during the year.....	1	62	4	242	1	304
2. Projects continuing construction and land treatment.....	5	639	1	96	--	-----
Total.....	6	701	5	338	1	304
3. Uncompleted projects at end of year:						
(a) Obligations to date ¹	5	11,642	1	1,996	--	-----
(b) Estimated completion cost.....	5	642	1	304	--	-----
4. Projects completed (cumulative) and total cost ¹	49	30,879	53	40,863	54	43,163
5. Projects discontinued (cumulative) and total cost.....	8	330	8	330	8	330
6. Total projects approved and estimated total cost.....	62	43,493	62	43,493	62	43,493
7. Total obligations (cumulative).....	--	42,851	--	43,189	--	43,493

¹ Includes \$1,264,860 for project evaluation studies charged to project costs prior to the fiscal year 1960.

(b) *Public Law 566 watersheds.*—After local sponsoring organizations have developed watershed work plans with the Department's assistance, or with State or local resources, and the projects have been approved as suitable for Federal participation (projects involving an estimated Federal contribution in excess of \$250 thousand for construction or any single structure having a capacity in excess of 2,500 acre-feet require congressional approval), technical services and financial assistance are provided for specified works of improvement. On non-Federal lands local sponsoring organizations must contract for construction work, operate and maintain the projects, and in the case of multiple-purpose structures, bear a share of construction costs. In addition, local organizations must acquire water rights and furnish land, easements, and rights-of-way for all structural measures except that the Federal Government may pay up to one-half the cost of land, easements, and rights-of-way allocated to public fish and wildlife and recreational developments. Federal agencies do this work on Federal lands which they administer with appropriate contributions being made by the local people who receive benefits.

Preconstruction land treatment and engineering services are furnished to all approved projects before they are advanced to the construction stage. During the preconstruction stage, surveys and investigations are made and detailed designs, specifications, and engineering cost estimates are prepared for construction of structural works; areas are delineated where easements are required, and technical services are furnished for accelerating planning and application of land treatment measures if provided for in the watershed work plan.

The project construction stage begins with the execution of the first project agreement for construction of works of improvement. Under a project agreement the local sponsoring organization agrees to construct a segment of the project which may consist of an individual or an inter-related group of structures. The agreement obligates the Department to furnish its share of the construction cost. Payments are made to the local contracting organization in accordance with the project agreement as the work progresses. Engineering and other services are provided for the preparation of contracts and inspection of con-

SOIL CONSERVATION SERVICE—Continued

General and special funds—Continued

WATERSHED PROTECTION—Continued

struction. Technical assistance in planning and installing land treatment measures is continued as called for in the watershed work plan.

The following tabulation shows the status of Public Law 566 projects and amounts obligated or estimated to be obligated. The table does not reflect minor obligations for project evaluation studies (\$147 thousand cumulatively as of June 30, 1965), or for balances remaining in the undistributed equipment account (\$413 thousand cumulatively as of June 30, 1965).

Explanation	[Dollars in thousands]					
	1965 actual		1966 estimate		1967 estimate	
	Number	Amount	Number	Amount	Number	Amount
1. Projects approved for operations and estimated cost of completion:						
(a) Uncompleted projects at beginning of year.....	503	374,639	552	376,772	627	422,055
(b) Projects approved during year.....	66	56,914	105	105,000	120	120,000
Total.....	569	431,553	657	481,772	747	542,055
2. Status of projects and amounts obligated:						
(a) Projects not requiring funds during year.....	24	---	24	---	24	---
(b) Projects receiving land treatment and engineering services only.....	195	3,065	240	4,514	358	6,802
(c) Projects moved into construction stage during year.....	59	13,506	80	18,565	35	8,143
(d) Prior year projects continuing construction and land treatment.....	291	38,210	313	36,638	330	41,294
(Projects included above completed during year).....	(17)	(33)	(30)	(271)	(40)	(200)
Total.....	569	54,781	657	59,717	747	56,239
3. Uncompleted projects (cumulative) at end of year:						
(a) Obligations to date.....	552	248,421	627	296,694	707	335,823
(b) Estimated cost of completion.....	552	376,772	627	422,055	707	485,816
4. Projects completed (cumulative) and total cost.....	83	23,926	113	35,370	153	52,480
5. Total projects approved (cumulative) and estimated total cost.....	635	649,119	740	754,119	860	874,119
6. Total obligations (cumulative).....	---	272,347	---	332,064	---	388,303

The 1966 program contemplates initiation of construction in 80 watershed projects, involving 1966 estimated obligations of \$18.6 million and total Federal cost of \$74.3 million. The 1967 estimate provides for starting about 35 projects with 1967 obligations of \$8.1 million and total Federal cost of \$35 million.

2. *Loans and related expense.*—Loans are made to local organizations to finance the local share of the cost of installing planned works of improvement in approved watershed projects. Repayment with interest is required within 50 years after the principal benefits of improve-

ments first become available. Of the 1967 estimate for watershed protection not to exceed \$5 million is to be available for such purpose together with the unobligated balance of loan funds carried over from prior years, if any. The estimate does not forecast any unobligated balance in loan funds at the end of the fiscal year 1966 or 1967.

The following tabulation shows the status of the watershed protection loan program and amounts obligated or estimated to be obligated for loans to local sponsoring organizations of watershed projects.

Explanation	[Dollars in thousands]					
	1965 actual		1966 estimate		1967 estimate	
	Number	Amount	Number	Amount	Number	Amount
1. Applications on hand at beginning of year.....	132	26,175	180	35,245	241	47,480
2. Applications received during year.....	75	15,000	100	20,000	150	30,000
3. Total applications for consideration during year.....	207	41,175	280	55,245	391	77,480
4. Loans obligated during year.....	23	5,130	34	6,765	23	4,600
5. Loans closed during year (disbursements).....	(20)	(4,154)	(40)	(8,100)	(23)	(4,600)
6. Applications withdrawn or disapproved.....	4	800	5	1,000	5	1,000
7. Applications pending at end of year.....	180	35,245	241	47,480	363	71,880
8. Loans obligated end of year (cumulative).....	92	16,936	126	23,701	149	28,301

3. *River basin program development and coordination.*—Section 6 of Public Law 566, 83d Congress, as amended, authorizes the Department to cooperate with other Federal, State, and local agencies in making surveys and investigations of the watersheds of rivers and other waterways as a basis for the development of coordinated water and related land resource programs. The Department currently is participating in cooperative surveys and investigations in river basins with the Corps of Engineers and other interested Federal and State agencies. The Department is represented on the Interagency Committee on Water Resources which was established to coordinate

water and related land resource activities of Federal departments and agencies. The Department also maintains representation on various river basin interagency committees. These serve as points of contact and coordination between representatives of this Department and of other Federal departments and agencies and the States in these basin areas. They keep all concerned mutually informed of the activities of the member agencies and facilitate matters of interagency coordination. During fiscal year 1966 the Department maintained such representation on committees in the Arkansas-White-Red,

Columbia, Missouri, Northeast, Pacific Southwest, and Southeast areas.

The Department also is represented on the Water Resources Council which recently was formed in accordance with section 101, Public Law 89-80, the Water Resources Planning Act. It is represented on the Inter-Departmental Staff Committee which provides staff services to the Water Resources Council on an interim basis.

This Department and the Departments of the Army, the Interior, and Health, Education, and Welfare have jointly considered river basin surveys and investigations currently needed to attain the goal for surveying the river

basins of the Nation which was proposed by the Senate Select Committee on National Resources and recommended by the President. Based on this joint consideration, this estimate includes \$4,097 thousand to continue these interagency comprehensive surveys during fiscal year 1967 and to start three new ones; \$2,791 thousand to continue other cooperative river basin surveys begun in prior years and to start additional surveys in cooperation with States; and \$1,026 thousand for interregional economic analyses and interagency coordination activities.

The following tabulation shows the number of surveys and estimated obligations by type of survey in fiscal years 1965, 1966, and 1967.

(Dollars in thousands)

Item	1965 estimate		1966 estimate		1967 estimate	
	Num-ber	Amount	Num-ber	Amount	Num-ber	Amount
1. Type of survey and amounts obligated:						
(a) Framework surveys (type I):						
(1) Surveys started during year.....	--	----	2	209	3	447
(2) Continuing prior year surveys.....	3	549	3	860	4	1,278
(3) Surveys completed during year.....	--	----	--	----	1	72
Total, type I surveys.....	3	549	5	1,069	8	1,797
(b) Detailed surveys (type II):						
(1) Continuing prior year surveys.....	15	1,819	15	2,416	9	1,762
(2) Surveys completed during year.....	--	----	--	----	6	538
Total, type II surveys.....	15	1,819	15	2,416	15	2,300
(c) Surveys in cooperation with State and other Federal agencies (type IV):						
(1) Surveys started during year.....	2	96	3	318	4	435
(2) Continuing prior year surveys.....	12	951	11	1,351	13	1,775
(3) Surveys completed during year.....	--	----	2	152	1	129
Total, type IV surveys.....	14	1,047	16	1,821	18	2,339
(d) Water resource survey, Appalachian region.....	--	----	--	----	1	452
Total, surveys and obligations.....	32	3,415	36	5,306	42	6,888
2. Interregional economic analysis.....	--	80	--	170	--	185
3. Interagency coordination and program formulation.....	--	343	--	746	--	841
Total obligations.....	--	3,838	--	6,222	--	7,914

Object Classification (in thousands of dollars)

Identification code 05-20-1067-0-1-401	1965 actual	1966 estimate	1967 estimate
SOIL CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	15,860	16,635	17,230
11.3 Positions other than permanent.....	1,360	1,300	1,300
11.4 Special personal service payments.....	2	--	--
11.5 Other personnel compensation.....	344	292	243
Total personnel compensation.....	17,566	18,227	18,773
12.0 Personnel benefits.....	1,291	1,344	1,387
21.0 Travel and transportation of persons.....	824	890	1,015
22.0 Transportation of things.....	145	225	234
23.0 Rent, communications, and utilities.....	488	481	481
24.0 Printing and reproduction.....	394	574	588
25.1 Other services.....	711	1,205	1,227
25.2 Services of other agencies.....	333	417	416
25.3 Watershed construction contracts.....	409	492	472
26.0 Supplies and materials.....	584	714	722
31.0 Equipment.....	519	642	660
41.0 Grants, subsidies, and contributions.....	34,684	38,287	35,412
42.0 Insurance claims and indemnities.....	4	--	--
Total obligations, Soil Conservation Service.....	57,952	63,498	61,387

Object Classification (in thousands of dollars)—Continued

Identification code 05-20-1067-0-1-401	1965 actual	1966 estimate	1967 estimate
ALLOTMENT ACCOUNTS			
Personnel compensation:			
11.1 Permanent positions.....	1,008	1,963	2,457
11.3 Positions other than permanent.....	53	67	63
11.5 Other personnel compensation.....	1	2	2
Total personnel compensation.....	1,062	2,032	2,522
12.0 Personnel benefits.....	78	151	191
21.0 Travel and transportation of persons.....	91	157	196
22.0 Transportation of things.....	9	9	11
23.0 Rent, communications, and utilities.....	18	24	28
24.0 Printing and reproduction.....	7	11	15
25.1 Other services.....	104	143	150
25.2 Services of other agencies.....	41	48	56
26.0 Supplies and materials.....	12	36	42
31.0 Equipment.....	10	12	17
33.0 Investments and loans.....	5,130	6,765	4,600
41.0 Grants, subsidies, and contributions.....	272	757	344
Total obligations, allotment accounts.....	6,834	10,145	8,172
99.0 Total obligations.....	64,786	73,643	69,559

SOIL CONSERVATION SERVICE—Continued**General and special funds—Continued****WATERSHED PROTECTION—Continued****Object Classification (in thousands of dollars)—Continued**

Identification code 05-20-1067-0-1-401	1965 actual	1966 estimate	1967 estimate
Obligations are distributed as follows:			
Department of Agriculture:			
Soil Conservation Service.....	57,952	63,498	61,387
Economic Research Service.....	619	1,069	1,478
Farmers Home Administration.....	5,358	7,265	5,000
Forest Service.....	767	1,708	1,591
Department of the Interior.....	90	103	103

Personnel Summary

SOIL CONSERVATION SERVICE			
Total number of permanent positions.....	2,125	2,226	2,250
Full-time equivalent of other positions.....	333	307	303
Average number of all employees.....	2,362	2,422	2,445
Average GS grade.....	7.7	7.7	7.8
Average GS salary.....	\$7,631	\$7,958	\$8,040
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....	116	229	278
Full-time equivalent of other positions.....	10	17	16
Average number of all employees.....	125	232	275
Average GS grade.....	8.0	8.1	8.2
Average GS salary.....	\$8,025	\$8,381	\$8,640

FLOOD PREVENTION

For necessary expenses, in accordance with the Flood Control Act, approved June 22, 1936 (33 U.S.C. 701-709, 16 U.S.C. 1006a), as amended and supplemented, and in accordance with the provisions of laws relating to the activities of the Department, to perform works of improvement, including funds for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$100,000 for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a), to remain available until expended; **[\$25,417,000] \$25,654,000**, with which shall be merged the unexpended balances of funds heretofore appropriated or transferred to the Department for flood prevention purposes: *Provided*, That not to exceed \$200,000, together with the unobligated balance of funds previously appropriated for loans and related expense, shall be available for such purposes. (5 U.S.C. 511-512; *Department of Agriculture and Related Agencies Appropriation Act, 1966.*)

Program and Financing (in thousands of dollars)

Identification code 05-20-1036-0-1-401	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Works of improvement.....	24,670	27,704	25,643
2. Loans and related expense.....	288	1,530	1,000
Total program costs, funded ¹	24,958	29,234	26,643
Change in selected resources ²	3,904	-1,698	-189
10 Total obligations.....	28,862	27,536	26,454

Program and Financing (in thousands of dollars)—Continued

Identification code 05-20-1036-0-1-401	1965 actual	1966 estimate	1967 estimate
Financing:			
21 Unobligated balance available, start of year..	-8,176	-5,630	-3,665
24 Unobligated balance available, end of year..	5,630	3,665	2,865
New obligational authority.....	26,317	25,571	25,654
New obligational authority:			
40 Appropriation.....	26,323	25,417	25,654
41 Transferred to "Operating expenses, Public Buildings Service," General Services Administration (78 Stat. 655 and 79 Stat. 531).....	-6	-6	-----
43 Appropriation (adjusted).....	26,317	25,411	25,654
44 Proposed supplemental for civilian pay increases.....	-----	160	-----
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)...	28,862	27,536	26,454
72 Obligated balance, start of year.....	12,099	15,989	14,154
74 Obligated balance, end of year.....	-15,989	-14,154	-13,832
90 Expenditures excluding pay increase supplemental.....	24,972	29,220	26,767
91 Expenditures from civilian pay increase supplemental.....	-----	151	9

¹ Includes capital outlay as follows: 1965, \$1,606 thousand; 1966, \$1,225 thousand; 1967, \$1,250 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$10,336 thousand; 1965, \$14,240 thousand; 1966, \$12,542 thousand; 1967, \$12,353 thousand.

1. *Works of improvement.*—The Department cooperates with soil conservation districts and other local organizations in planning and installing works of improvement for flood prevention and for furthering the conservation, development, utilization, and disposal of water in the 11 watersheds authorized by the Flood Control Act of 1944. The Federal Government shares in the cost of works of improvement for flood prevention, agricultural water management, recreation, and fish and wildlife development facilities.

The Department furnishes additional technical and in certain instances financial assistance to landowners to accelerate planning and installation of land treatment measures for runoff retardation, sediment control, and water management. Local sponsoring organizations must furnish all land, easements and rights-of-way, water rights, and the entire cost of works of improvement for nonagricultural water management measures, except those for fish and wildlife development and recreation, and operate and maintain all completed works of improvement.

2. *Loans and related expense.*—Loans are made to local organizations to help finance their share of the costs of planned works of improvement. Repayment with interest is required within 50 years after the principal benefits of improvements first become available. Of the 1967 estimate for flood prevention, not to exceed \$200 thousand is to be available for such purpose, together with any unobligated balances of loan funds carried over from prior years. About \$2.4 million is available for this purpose during 1966, a significant portion of which will not be required during that year.

Object Classification (in thousands of dollars)

Identification code 05-20-1036-0-1-401	1965 actual	1966 estimate	1967 estimate
SOIL CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	5,427	5,557	5,374
11.3 Positions other than permanent.....	707	811	787
11.5 Other personnel compensation.....	124	158	129
Total personnel compensation.....	6,258	6,526	6,290
12.0 Personnel benefits.....	457	480	464
21.0 Travel and transportation of persons.....	223	205	217
22.0 Transportation of things.....	23	46	44
23.0 Rent, communications, and utilities.....	162	166	159
24.0 Printing and reproduction.....	177	161	154
25.1 Other services.....	969	1,171	1,121
25.2 Services of other agencies.....	102	111	106
25.3 Payments to "Watershed Protection".....	104		
Watershed construction contracts.....	14,374	12,311	11,665
26.0 Supplies and materials.....	691	617	591
31.0 Equipment.....	174	199	190
41.0 Grants, subsidies, and contributions.....	14	463	443
42.0 Insurance claims and indemnities.....	12		
Total obligations, Soil Conservation Service.....	23,740	22,456	21,444
ALLOTMENT ACCOUNTS			
Personnel compensation:			
11.1 Permanent positions.....	1,321	1,220	1,237
11.3 Positions other than permanent.....	902	816	823
11.5 Other personnel compensation.....	163	122	123
Total personnel compensation.....	2,386	2,158	2,183
12.0 Personnel benefits.....	146	133	136
21.0 Travel and transportation of persons.....	63	54	53
22.0 Transportation of things.....	214	179	180
23.0 Rent, communications, and utilities.....	106	83	80
24.0 Printing and reproduction.....	11	6	5
25.1 Other services.....	610	388	353
25.2 Services of other agencies.....	279	230	230
26.0 Supplies and materials.....	692	593	534
31.0 Equipment.....	116	96	96
32.0 Lands and structures.....	80	85	85
33.0 Investments and loans.....	345	950	950
41.0 Grants, subsidies, and contributions.....	108	152	150
Subtotal.....	5,156	5,107	5,035
95.0 Quarters and subsistence charges.....	-34	-27	-25
Total obligations, allotment accounts.....	5,122	5,080	5,010
99.0 Total obligations.....	28,862	27,536	26,454
Obligations are distributed as follows:			
Soil Conservation Service.....	23,740	22,456	21,444
Economic Research Service.....	39	45	46
Farmers Home Administration.....	368	1,000	1,000
Forest Service.....	4,715	4,035	3,964

Personnel Summary

SOIL CONSERVATION SERVICE			
Total number of permanent positions.....	776	790	745
Full-time equivalent of other positions.....	179	203	197
Average number of all employees.....	920	957	906
Average GS grade.....	7.7	7.7	7.8
Average GS salary.....	\$7,631	\$7,958	\$8,040
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....	239	214	214
Full-time equivalent of other positions.....	233	213	213
Average number of all employees.....	426	385	385
Average GS grade.....	7.4	7.4	7.4
Average GS salary.....	\$7,333	\$7,625	\$7,656

GREAT PLAINS CONSERVATION PROGRAM

For necessary expenses to carry into effect a program of conservation in the Great Plains area, pursuant to section 16(b) of the Soil Conservation and Domestic Allotment Act, as added by the Act of August 7, 1956 (16 U.S.C. 590p), [\$16,000,000] \$16,112,000, to remain available until expended. (5 U.S.C. 511-512; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-20-2268-0-1-354	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Great Plains conservation program (program costs, funded) ¹	12,718	14,697	15,112
Change in selected resources ²	2,132	1,488	1,000
10 Total obligations.....	14,850	16,185	16,112
Financing:			
21 Unobligated balance available, start of year.....	-89	-103	
24 Unobligated balance available, end of year.....	103		
New obligational authority.....	14,864	16,082	16,112
New obligational authority:			
40 Appropriation.....	14,864	16,000	16,112
44 Proposed supplemental for civilian pay increases.....		82	
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	14,850	16,185	16,112
72 Obligated balance, start of year.....	22,082	24,439	27,146
74 Obligated balance, end of year.....	-24,439	-27,146	-28,254
90 Expenditures excluding pay increase supplemental.....	12,493	13,400	15,000
91 Expenditures from civilian pay increase supplemental.....		78	4

¹ Includes capital outlay as follows: 1965, \$25 thousand; 1966, \$35 thousand; 1967, \$35 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$21,380 thousand; 1965, \$23,512 thousand; 1966, \$25 million; 1967, \$26 million.

This program provides cost-sharing assistance and technical services to participating farmers and ranchers in the development and installation of long-term conservation plans for their land. It is a voluntary program which supplements other conservation programs of the Department in designated counties of 10 Great Plains States. Cost-sharing contracts with individual landowners extend over periods of 3 to 10 years and include a plan of conservation operations for each farm or ranch. A time schedule for installing the cost-share practices is included as a part of each contract. The primary purpose of this program is to achieve needed land use adjustments, conservation treatments, and economic stability for each farm or ranch unit where the work is installed.

The needs for technical help increase over a period of years as more participants enter the program. This increasing workload is in two parts, namely: (a) assistance to new participants in preparing long-term contracts; and (b) installation services in accordance with the terms and period of time specified in each contract. As of June 30, 1965, a total of 15,207 farmers and ranchers were cooperating in this cost-share program. Cooperating landowners finance the entire cost of installing recurring management type practices on their land and pay a specified part of the cost-shared practices.

Program regulations provide that the cost-share rate offered in any contract shall not exceed 80 percent of the average cost of installing each eligible practice within the

SOIL CONSERVATION SERVICE—Continued

General and special funds—Continued

GREAT PLAINS CONSERVATION PROGRAM—Continued

designated county. The rate of cost-share obligations varies among practices and between States due to differences in average costs for installation. Federal cost-sharing is further limited to \$2,500 for the construction, enlarging, or deepening of any dam, pit, or pond for irrigation water; and to not more than \$2,500 for irrigation practices in any one contract, or one-fourth of the total Federal obligation, whichever is larger. There is also a cost-sharing limitation of \$25 thousand for any one contract. Under present legislation the final date for entering into such contracts with private landowners will expire December 31, 1971.

Each participant who signs a Great Plains program contract is responsible for installing his plan of operations as scheduled; and the Department is committed to furnish the necessary technical help needed for design, layout, and other services with practices included in each plan. Cooperating farmers and ranchers are encouraged to make use of other available assistance under local, State, and Federal programs as a means of further improving their land and water resources.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-20-2268-0-1-354			
SOIL CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	2,425	2,639	2,660
11.3 Positions other than permanent.....	188	286	300
11.5 Other personnel compensation.....	2	2	3
Total personnel compensation.....	2,615	2,927	2,963
12.0 Personnel benefits.....	199	220	224
21.0 Travel and transportation of persons.....	41	45	44
22.0 Transportation of things.....	13	15	14
23.0 Rent, communications, and utilities.....	46	50	48
24.0 Printing and reproduction.....	7	8	8
25.1 Other services.....	21	28	23
25.2 Services of other agencies.....	26	29	30
26.0 Supplies and materials.....	94	110	100
31.0 Equipment.....	19	25	22
41.0 Grants, subsidies, and contributions.....	11,660	12,603	12,500
Total obligations, Soil Conservation Service.....	14,741	16,060	15,976
ALLOTMENT ACCOUNTS			
11.1 Personnel compensation: Permanent positions.....	27	31	23
12.0 Personnel benefits.....	2	3	2
21.0 Travel and transportation of persons.....	2	2	2
24.0 Printing and reproduction.....	1	1	1
25.1 Other services.....	5	5	25
25.2 Services of other agencies.....	79	83	83
Total obligations, allotment accounts.....	109	125	136
99.0 Total obligations.....	14,850	16,185	16,112
Obligations are distributed as follows:			
Soil Conservation Service.....	14,741	16,060	15,976
Agricultural Stabilization and Conservation Service.....	74	77	77
Economic Research Service.....	20	21	41
Forest Service.....	20	10	-----
Office of Information.....	15	17	18

Personnel Summary

	1965 actual	1966 estimate	1967 estimate
SOIL CONSERVATION SERVICE			
Total number of permanent positions.....	335	352	352
Full-time equivalent of other positions.....	45	62	64
Average number of all employees.....	365	400	402
Average GS grade.....	7.7	7.7	7.8
Average GS salary.....	\$7,631	\$7,958	\$8,040
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....	3	3	2
Average number of all employees.....	3	3	2
Average GS grade.....	8.1	8.1	8.4
Average GS salary.....	\$8,091	\$8,459	\$9,017

RESOURCE CONSERVATION AND DEVELOPMENT

For necessary expenses in planning and carrying out projects for resource conservation and development, and for sound land use, pursuant to the provisions of section 32(e) of title III of the Bankhead-Jones Farm Tenant Act, as amended (7 U.S.C. 1011; 76 Stat. 607), and the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-f), **[\$4,303,000]** \$4,574,000, to remain available until expended: *Provided*, That not to exceed **[\$1,500,000]** \$500,000 of such amount shall be available for loans and related expenses under subtitle A of the Consolidated Farmers Home Administration Act of 1961, as amended: *Provided further*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$50,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a). (5 U.S.C. 511-512; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-20-1010-0-1-354			
Program by activities:			
1. Project investigations and planning.....	265	600	350
2. Resource development and technical services.....	637	2,400	4,000
3. Loans and related expense.....	143	780	1,650
Total program costs, funded ¹	1,045	3,780	6,000
Change in selected resources ²	43	266	748
10 Total obligations.....	1,088	4,046	6,748
Financing:			
21 Unobligated balance available, start of year.....	-1,148	-1,873	-2,174
24 Unobligated balance available, end of year.....	1,873	2,174	-----
New obligational authority.....	1,813	4,347	4,574
New obligational authority:			
40 Appropriation.....	1,813	4,303	4,574
41 Transferred to "Operating expenses, Public Buildings Service," General Services Administration (79 Stat. 531).....	-----	-2	-----
43 Appropriation (adjusted).....	1,813	4,301	4,574
44 Proposed supplemental for civilian pay increases.....	-----	46	-----

¹ Includes estimated capital outlay as follows: 1965, \$56 thousand; 1966, \$100 thousand; 1967, \$150 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$18 thousand; 1965, \$61 thousand; 1966, \$327 thousand; 1967, \$1,075 thousand.

Program and Financing (in thousands of dollars)—Continued

Identification code 05-20-1010-0-1-354	1965 actual	1966 estimate	1967 estimate
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	1,088	4,046	6,748
72 Obligated balance, start of year.....	88	177	343
74 Obligated balance, end of year.....	-177	-343	-1,088
90 Expenditures excluding pay increase supplemental.....	1,000	3,837	6,000
91 Expenditures from civilian pay increase supplemental.....		43	3

The Department cooperates with other Federal agencies, States, and local units of government in developing and carrying out programs and plans for resource development projects on private lands, and shares in the cost of installing planned works of improvement, when justified as a public need. Loans are provided to local sponsoring organizations, and to individuals when needed, to help them finance their share of the cost on certain improvements that are in the public interest.

Technical assistance is provided in each approved project area to help cooperating individuals to plan and install land treatments, for which no cost-shares are paid from this appropriation; to assist local organizations and groups with design, construction, and installation of new facilities; and for the preparation of overall work plans as a basis for resource development and economic improvement within each project area.

Work plans have been developed for ten project areas. These projects began operations in the 1965 fiscal year and will continue in 1966 and 1967. Another ten projects will be undertaken in 1966 making a total of 20 projects, of which at least 15 will be in operation by the end of the year. The budget for 1967 includes funds for 5 additional projects for which work plans would be developed during the year with local sponsors.

The main workload factors in 1967 include the following: (a) Assistance to local sponsors in developing suitable work plans for 5 additional areas; and (b) operations in 20 projects for which work plans were prepared in prior years, and installation of works of improvement for which additional State and local funds are provided.

The field work under this program consists of planning, designing, and installing practices and measures, the primary purpose of which is to promote the economic growth of rural areas through the economic use of natural resources. This includes recreational facilities and income-producing enterprises where needed. Investigations, surveys and planning are prerequisites to the operating phases of this program. Financial contributions and other Federal assistance will be used to help install planned measures, including loans to aid local public agencies and the project sponsors in financing works of improvement as specified in approved work plans.

Local sponsoring organizations are expected to provide about \$7 million of non-Federal funds for project operations in 1966, and will exceed \$15 million, or about \$1 million per operating project in 1967. In the first 10 projects,

technical services to be provided by the Soil Conservation Service will be about 10% of the non-Federal funds and 6.3% of the program costs in 1967.

Object Classification (in thousands of dollars)

Identification code 05-20-1010-0-1-354	1965 actual	1966 estimate	1967 estimate
SOIL CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	520	1,452	1,660
11.3 Positions other than permanent.....	28	90	140
11.5 Other personnel compensation.....	1	35	50
Total personnel compensation.....	549	1,577	1,850
12.0 Personnel benefits.....	42	126	140
21.0 Travel and transportation of persons.....	46	75	100
22.0 Transportation of things.....	13	28	32
23.0 Rent, communications, and utilities.....	14	28	40
24.0 Printing and reproduction.....	9	16	18
25.1 Other services.....	12	32	36
25.2 Services of other agencies.....	5	24	25
26.0 Supplies and materials.....	19	82	94
31.0 Equipment.....	67	72	125
41.0 Grants, subsidies, and contributions.....		800	1,900
Total obligations, Soil Conservation Service.....	776	2,860	4,360
ALLOTMENT ACCOUNTS			
Personnel compensation:			
11.1 Permanent positions.....	200	174	207
11.3 Positions other than permanent.....	2	1	4
Total personnel compensation.....	202	175	211
12.0 Personnel benefits.....	16	13	17
21.0 Travel and transportation of persons.....	4	22	25
25.1 Other services.....	10	63	85
31.0 Equipment.....	1		
33.0 Investments and loans.....		750	1,800
41.0 Grants, subsidies, and contributions.....	79	163	250
Total obligations, allotment accounts.....	312	1,186	2,388
99.0 Total obligations.....	1,088	4,046	6,748
Obligations are distributed as follows:			
Soil Conservation Service.....	776	2,860	4,360
Economic Research Service.....	72	86	136
Farmers Home Administration.....	143	900	1,957
Forest Service.....	97	200	295

Personnel Summary

SOIL CONSERVATION SERVICE			
Total number of permanent positions.....	63	182	221
Full-time equivalent of other positions.....	6	22	32
Average number of all employees.....	67	174	240
Average GS grade.....	7.7	7.7	7.8
Average GS salary.....	\$7,631	\$7,958	\$8,040
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....	24	20	23
Average number of all employees.....	24	20	23
Average GS grade.....	7.2	7.8	7.9
Average GS salary.....	\$7,628	\$8,095	\$8,395

SOIL CONSERVATION SERVICE—Continued**General and special funds—Continued****WATER CONSERVATION AND UTILIZATION PROJECTS****Program and Financing (in thousands of dollars)**

Identification code	1965 actual	1966 estimate	1967 estimate
05-20-1008-0-1-354			
Financing:			
21 Unobligated balance available, start of year	-127	-127	-127
24 Unobligated balance available, end of year	127	127	127
New obligational authority			
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)			
90 Expenditures			

The Service has been developing irrigation farming units for sale on the Eden Valley project in Wyoming where the Bureau of Reclamation has constructed the water storage facility and the principal canals. Land development for irrigation and settlement has been completed in accordance with the project plan prepared cooperatively with the Bureau of Reclamation. The farms developed in the project have been sold with the exception of four. One of these was transferred to the State of Wyoming as a demonstration farm. The other three tracts were transferred to the Department of the Interior during the 1964 fiscal year. The Eden Valley project office has been closed. A soil conservation district has been organized and staffed to furnish technical assistance in soil and water conservation to the project settlers. Sufficient funds are available from prior-year appropriations to protect the interests of the Government and to provide a reserve in case of need for adjustments in remaining unpaid obligations. No new appropriations will be required.

ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations from other accounts are included in the schedules of the parent appropriation, Office of Appalachian Assistance, Commerce, "Supplemental grants-in-aid."

ADVANCES AND REIMBURSEMENTS, SOIL CONSERVATION SERVICE**Program and Financing (in thousands of dollars)**

Identification code	1965 actual	1966 estimate	1967 estimate
05-20-3988-0-4-354			
Program by activities:			
1. Sale of maps and mosaics	809	791	848
2. Sale of personal property	656	616	660
3. Technical assistance to agricultural conservation program participants	8,037	8,500	5,000
4. Technical assistance to cropland conversion program participants	30	50	50
5. Technical assistance to cropland adjustment program participants		150	200
6. Economic development program (Commerce)	26		
7. Small watershed project investigations and planning	933	1,226	1,300
8. Soil surveys	383	593	750

Program and Financing (in thousands of dollars)—Continued

Identification code	1965 actual	1966 estimate	1967 estimate
05-20-3988-0-4-354			
Program by activities—Continued			
9. Miscellaneous services to other accounts	1,420	1,911	2,150
10. Agency for International Development (funds appropriated to the President)	437	750	774
Total program costs, funded	12,731	14,587	11,732
Portion of foregoing originally charged to allocations from the Agency for International Development	-437	-375	
10 Total obligations	12,294	14,212	11,732
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts	-10,108	-11,561	-8,774
14 Non-Federal sources ¹	-2,186	-2,651	-2,958
New obligational authority			
Relation of obligations to expenditures:			
10 Total obligations	12,294	14,212	11,732
70 Receipts and other offsets (items 11-17)	-12,294	-14,212	-11,732
71 Obligations affecting expenditures			
90 Expenditures			

¹ Reimbursements from non-Federal sources above are from State, county, municipal, and private organizations for soil and water conservation work rendered under cooperative agreements (16 U.S.C. 590a-590f); from Government agencies, farmers, or other persons for reproduction of aerial and other photographs, mosaics, and soil and land use and other maps (7 U.S.C. 1387); from proceeds of sale of personal property (40 U.S.C. 481(c)).

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-20-3988-0-4-354			
Personnel compensation:			
11.1 Permanent positions	7,995	8,862	6,998
11.3 Positions other than permanent	1,475	1,726	1,369
11.5 Other personnel compensation	40	52	49
Total personnel compensation	9,510	10,640	8,416
12.0 Personnel benefits	722	824	674
21.0 Travel and transportation of persons	134	160	173
22.0 Transportation of things	28	84	71
23.0 Rent, communications, and utilities	90	111	90
24.0 Printing and reproduction	29	41	28
25.1 Other services	793	1,248	818
25.2 Services of other agencies	43	69	62
25.3 Payments to "Conservation operations"	2	2	2
Watershed construction contracts	236	230	230
26.0 Supplies and materials	444	489	444
31.0 Equipment	694	674	724
41.0 Grants, subsidies, and contributions	6	15	
Subtotal	12,731	14,587	11,732
96.0 Portion originally charged to allocations from Agency for International Development	-437	-375	
99.0 Total obligations	12,294	14,212	11,732
Personnel Summary			
Total number of permanent positions	1,238	1,341	947
Full-time equivalent of other positions	278	338	257
Average number of all employees	1,466	1,633	1,179
Average GS grade	7.7	7.7	7.8
Average GS salary	\$7,631	\$7,958	\$8,040

ECONOMIC RESEARCH SERVICE

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the Economic Research Service in conducting economic research and service relating to agricultural production, marketing, and distribution, as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627), and other laws, including economics of marketing; analyses relating to farm prices, income and population, and demand for farm products, use of resources in agriculture, adjustments, costs and returns in farming, and farm finance; and for analyses of supply and demand for farm products in foreign countries and their effect on prospects for United States exports, progress in economic development and its relation to sales of farm products, assembly and analysis of agricultural trade statistics and analysis of international financial and monetary programs and policies as they affect the competitive position of United States farm products: **[\$11,536,000] \$12,547,000:** *Provided*, That not less than \$350,000 of the funds contained in this appropriation shall be available to continue to gather statistics and conduct a special study on the price spread between the farmer and consumer: *Provided further*, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$75,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a): *Provided further*, That not less than \$145,000 of the funds contained in this appropriation shall be available for analysis of statistics and related facts on foreign production and full and complete information on methods used by other countries to move farm commodities in world trade on a competitive basis. (5 U.S.C. 511-512; 7 U.S.C. 411, 1761-1768; 42 U.S.C. 1891-1893; *Department of Agriculture and Related Agencies Appropriation Act, 1966.*)

Program and Financing (in thousands of dollars)

Identification code 05-24-1700-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Farm economics.....	4,788	5,426	6,010
2. Marketing economics.....	2,941	3,587	3,416
3. Domestic and foreign economic analysis.....	2,809	3,050	3,121
Total program costs, funded ¹	10,538	12,063	12,547
Change in selected resources ²	340	-----	-----
10 Total obligations.....	10,878	12,063	12,547
Financing:			
21 Unobligated balance available, start of year.....	-----	-281	-----
24 Unobligated balance available, end of year.....	281	-----	-----
25 Unobligated balance lapsing.....	62	-----	-----
New obligational authority.....	11,222	11,782	12,547
New obligational authority:			
40 Appropriation.....	11,236	11,536	12,547
41 Transferred to "Operating expenses, Public Buildings Service," General Services Administration (78 Stat. 655).....	-14	-----	-----
43 Appropriation (adjusted).....	11,222	11,536	12,547
44 Proposed supplemental for civilian pay increases.....	-----	246	-----
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures) ..	10,878	12,063	12,547
72 Obligated balance, start of year.....	842	1,505	1,872
74 Obligated balance, end of year.....	-1,505	-1,872	-2,018
77 Adjustments in expired accounts.....	-78	-----	-----
90 Expenditures excluding pay increase supplemental.....	10,138	11,457	12,394
91 Expenditures from civilian pay increase supplemental.....	-----	239	7

¹ Includes capital outlay as follows: 1965, \$120 thousand; 1966, \$100 thousand; 1967, \$100 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$350 thousand (1965 adjustments, -\$77 thousand); 1965, \$613 thousand; 1966, \$613 thousand; 1967, \$613 thousand.

Agricultural economics research in the Department is administered by the Economic Research Service. The results of the research program are relied upon by (a) producers, dealers, importers and exporters as aids in planning the most profitable adjustments in their operations, (b) Government agencies in formulating and administering agricultural programs, and (c) Congress in considering agricultural legislation.

1. *Farm economics.*—Research is conducted to measure, appraise, and analyze, on a continuing basis, economic changes that occur in farming and in the use of human and natural rural resources and to indicate needed adjustments.

Research on the economics of farm production includes the economics of organization and management of farms; adjustments in production to prospective demands, and changing technologies; appraisals of costs and returns on farms representative of important types, sizes, and locations, and the appraisal of costs of producing important commodities; development of measures of farm output and productivity; problems of farm size and capital requirements; financing of farm enterprises; and appraisal of alternative agricultural production policies and programs.

Natural resources economics is concerned with the economics of use, conservation, development, management and control of natural resources and their relationship to economic activity. It includes economic analysis of land and water resources, resource institutions, and the economic and social conditions affecting use of resources.

Economic development is focused upon the well-being and opportunities of rural people. It includes a broad research program on economic development of rural areas, opportunities and employment of rural people and factors affecting them, including local governments and other organizations. Special attention is given to the poor who are found in heavy concentrations among rural people.

The increase requested for 1967 would permit intensified research on rural economic development, and an extension of analyses on water management and use.

2. *Marketing economics.*—This activity covers economic aspects of marketing farm products, including the nature of farmers' bargaining power; potentials for new products and new uses; market structure, costs and margins; the economic effects of school lunch, special milk, food stamp, and direct food distribution programs.

The 1967 budget reflects a decrease in this activity as a result of the completion in 1966 of a nonrecurring study of the away-from-home market for food.

3. *Domestic and foreign economic analysis.*—Domestic economic analysis is concerned with identifying, measuring, and analyzing: (1) the factors affecting demand, supply, and price of agricultural commodities; (2) relationships between agriculture and the national economy; (3) farm income and the income of the farm population; (4) demand and consumption of farm products; (5) long-term projections of economic growth and demand for farm products; and (6) historical developments in the policies, programs, and organization of the Department.

Foreign economic analysis includes trade studies and investigation of supply-demand relationships. The trade and market studies focus on the problems of developing foreign markets and the effect of these developments on U.S. agricultural production. Research is carried on for more than 100 countries around the world, focusing on the forces affecting supply, demand, and trade in farm products, and their impact on U.S. agricultural exports.

The increase requested for 1967 would provide for analyses of basic statistics and related research on farm income parity.

ECONOMIC RESEARCH SERVICE—Continued**General and special funds—Continued****SALARIES AND EXPENSES—Continued.****Object Classification (in thousands of dollars)**

Identification code 05-24-1700-0-1-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	7,399	8,524	8,956
11.3 Positions other than permanent.....	177	121	121
11.5 Other personnel compensation.....	12	14	12
Total personnel compensation.....	7,587	8,659	9,089
12.0 Personnel benefits.....	563	646	677
21.0 Travel and transportation of persons.....	310	316	355
22.0 Transportation of things.....	16	25	23
23.0 Rent, communications, and utilities.....	123	129	127
24.0 Printing and reproduction.....	195	213	230
25.1 Other services.....	556	807	669
25.2 Services of other agencies.....	1,369	1,140	1,223
26.0 Supplies and materials.....	45	57	72
31.0 Equipment.....	113	71	82
99.0 Total obligations.....	10,878	12,063	12,547

Personnel Summary

Total number of permanent positions.....	1,006	1,069	1,104
Full-time equivalent of other positions.....	30	22	22
Average number of all employees.....	831	934	973
Average GS grade.....	9.0	9.0	9.0
Average GS salary.....	\$8,978	\$9,420	\$9,640

ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations and allotments from other accounts are included in the schedules of the parent appropriations, as follows:

Agriculture:**Soil Conservation Service:**

"Watershed planning."

"Watershed protection."

"Flood prevention."

"Resource conservation and development."

"Great Plains conservation program."

Farmers Home Administration, "Rural renewal."

Intragovernmental funds:**ADVANCES AND REIMBURSEMENTS****Program and Financing (in thousands of dollars)**

Identification code 05-24-3917-0-4-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Economic development program (Department of Commerce):			
(a) Operations.....	50	8	
(b) Technical assistance.....	25	6	
(c) Research.....	74		
2. Watershed protection.....	199	180	180
3. Other economic research:			
(a) Agriculture.....	155	288	233
(b) Other.....	268	411	232
4. Agency for International Development (Funds appropriated to the President).....	654	898	1,141
Total program costs, funded.....	1,425	1,791	1,786
Change in selected resources ¹	-13		
Portion of foregoing originally charged to allocations from the Agency for International Development.....	-654	-361	
10 Total obligations.....	759	1,430	1,786

Program and Financing (in thousands of dollars)—Continued

Identification code 05-24-3917-0-4-355	1965 actual	1966 estimate	1967 estimate
Financing:			
11 Receipts and reimbursements from: Administrative budget accounts.....	-759	-1,430	-1,786
New obligational authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	759	1,430	1,786
70 Receipts and other offsets (items 11-17).....	-759	-1,430	-1,786
71 Obligations affecting expenditures.....			
90 Expenditures.....			

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$25 thousand; 1965, \$12 thousand; 1966, \$12 thousand; 1967, \$12 thousand.

Object Classification (in thousands of dollars)

Identification code 05-24-3917-0-4-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	992	1,162	1,179
11.3 Positions other than permanent.....	12	31	69
11.5 Other personnel compensation.....	9	18	
Total personnel compensation.....	1,013	1,211	1,248
12.0 Personnel benefits.....	76	97	88
21.0 Travel and transportation of persons.....	77	128	114
22.0 Transportation of things.....	10	31	27
23.0 Rent, communications, and utilities.....	15	7	7
24.0 Printing and reproduction.....	16	11	14
25.1 Other services.....	60	136	83
25.2 Services of other agencies.....	141	162	200
26.0 Supplies and materials.....	4	5	4
31.0 Equipment.....	1	3	1
Subtotal.....	1,413	1,791	1,786
96.0 Portion of foregoing originally charged to allocations from the Agency for International Development.....	-654	-361	
99.0 Total obligations.....	759	1,430	1,786

Personnel Summary

Total number of permanent positions.....	56	113	104
Full-time equivalent of other positions.....	3	7	7
Average number of all employees.....	56	93	111
Average GS grade.....	9.0	9.0	9.0
Average GS salary.....	\$8,978	\$9,420	\$9,640

STATISTICAL REPORTING SERVICE**General and special funds:****SALARIES AND EXPENSES**

For necessary expenses of the Statistical Reporting Service in conducting statistical reporting and service work, including crop and livestock estimates, statistical coordination and improvements, and marketing surveys, as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627) and other laws, **[\$13,755,000]** \$13,434,000: *Provided*, That no part of the funds herein appropriated shall be available for any expense incident to publishing estimates of apple production for other than the commercial crop: *Provided further*, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$40,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a). (5 U.S.C. 511-512, 556b; 7 U.S.C. 411, 411a,

411b, 471, 475, 501, 951, 953, 955-957; 42 U.S.C. 1891-1893; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Note.—Includes \$66 thousand for activities previously carried under "Salaries and expenses," Agricultural Research Service. The amounts obligated in 1965 and 1966 are shown in the schedule as comparative transfers.

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-28-1800-0-1-355			
Program by activities:			
1. Crop and livestock estimates.....	11,053	11,740	12,299
2. Statistical research and service.....	610	2,327	1,135
Total program costs, funded ¹	11,662	14,067	13,434
Change in selected resources ²	190		
10 Total obligations.....	11,852	14,067	13,434
Financing:			
16 Comparative transfers from other accounts.....	-65	-66	
25 Unobligated balance lapsing.....	78		
New obligational authority.....	11,866	14,001	13,434
New obligational authority:			
40 Appropriation.....	11,887	13,755	13,434
41 Transferred to "Operating expenses, Public Buildings Service," General Services Administration (78 Stat. 655 and 79 Stat. 531).....	-21	-4	
43 Appropriation (adjusted).....	11,866	13,751	13,434
44 Proposed supplemental for civilian pay increases.....		250	
Relation of obligations to expenditures:			
10 Total obligations.....	11,852	14,067	13,434
70 Receipts and other offsets (items 11-17).....	-65	-66	
71 Obligations affecting expenditures.....	11,787	14,001	13,434
72 Obligated balance, start of year.....	877	1,075	1,257
74 Obligated balance, end of year.....	-1,075	-1,257	-1,321
77 Adjustments in expired accounts.....	-6		
90 Expenditures excluding pay increase supplemental.....	11,584	13,581	13,358
91 Expenditures from civilian pay increase supplemental.....		238	12

¹ Includes capital outlay as follows: 1965, \$384 thousand; 1966, \$1,347 thousand; 1967, \$200 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$313 thousand (1965 adjustments, -\$6 thousand); 1965, \$497 thousand; 1966, \$497 thousand; 1967, \$497 thousand.

The Service administers programs relating to crop and livestock estimates and statistical research and service. The statistical and economic data developed on food and agriculture are essential to farmers, processors, and handlers in making production and marketing decisions, and to legislators, administrators and others concerned with developing and administering agricultural programs. The basic facts provided by this service are also essential to economic analyses and other agricultural research programs.

1. *Crop and livestock estimates.*—This service provides the official estimates on this Nation's agriculture, including acreage, yield, and production of crops, stocks, and value of farm commodities, numbers and inventory value of livestock items. Data collected and published on prices paid and received by farmers are basic to computation of parity prices. Data on approximately 150 crop and livestock products are covered in some 700 reports issued each year. The activity is conducted through 43 State offices serving 50 States, most of which are operated as joint State and Federal services. Cooperative arrangements with State agencies provide a considerable volume of additional data which would not be collected or

made available from Federal funds. During 1965 co-operating States expended an estimated \$1.9 million of their own funds on these associated State programs. A comparison of activity data for 1964 and 1965, including work performed under cooperative arrangements is as follows:

	1964 actual	1965 preliminary
Separate mailings of inquiry forms, average per field office.....	383	396
Total questionnaires handled:		
Number distributed.....	9,810,000	9,940,000
Number of returns tabulated.....	2,910,000	2,980,000
Number of objective survey contacts (measurements and interviews).....	129,000	156,000
Number of official reports issued, all offices.....	10,000	10,300
Copies of reports distributed.....	14,700,000	15,000,000
Publications distributed.....	3,480,000	3,490,000
Special requests for information answered by field offices.....	66,400	73,900

Increases for 1967 would be used to expand the long-range program to a full-operating basis in all 48 conterminous States and to establish an improved and more reliable data collection system for farm employment and farm wage rates.

2. *Statistical research and service.*—This work includes review of all statistical forms, survey plans, and reporting and recordkeeping requirements originating in the Department and requiring Bureau of the Budget approval; liaison for coordination of statistics within the Department and with other statistical agencies; development of new and improved methods and techniques, and providing technical consulting services to other agencies of the Department; research on and development of sampling, forecasting, and other basic statistical techniques and methods to improve the crop and livestock estimates of the Department; use of and consultation on automatic data processing to develop and adopt this medium for improving the accuracy and timeliness of crop and livestock estimates; and conduct of special surveys relating to the marketing of agricultural products. A comparison of activity data for 1964 and 1965 is as follows:

	1964 actual	1965 actual
Statistical forms-reports (Federal Reports Act): Departmental clearance and review for submission to Bureau of the Budget.....	531	455
Improvement of crop and livestock estimating methods:		
Number of research projects.....	13	12
Special surveys: Number of research projects.....	12	10

The 1966 program provides for the purchase of a large-scale computer for \$993 thousand, and for related programming and conversion costs of \$740 thousand. The 1967 program provides \$536 thousand for completing re-programming and conversion.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-28-1800-0-1-355			
Personnel compensation:			
11.1 Permanent positions.....	7,152	7,822	8,137
11.3 Positions other than permanent.....	789	954	1,045
11.5 Other personnel compensation.....	42	60	60
Total personnel compensation.....	7,984	8,836	9,242
12.0 Personnel benefits.....	591	660	685
21.0 Travel and transportation of persons.....	869	909	940
22.0 Transportation of things.....	51	64	61
23.0 Rent, communications, and utilities.....	891	1,050	1,017
24.0 Printing and reproduction.....	305	345	347
25.1 Other services.....	396	647	584
25.2 Services of other agencies.....	176	196	156
26.0 Supplies and materials.....	181	144	143
31.0 Equipment.....	408	1,216	259
99.0 Total obligations.....	11,852	14,067	13,434

STATISTICAL REPORTING SERVICE—Continued

General and special funds—Continued

SALARIES AND EXPENSES—Continued

Personnel Summary

	1965 actual	1966 estimate	1967 estimate
Total number of permanent positions.....	1,112	1,157	1,196
Full-time equivalent of other positions.....	181	215	232
Average number of all employees.....	1,178	1,274	1,327
Average GS grade.....	6.8	6.9	6.9
Average GS salary.....	\$7,114	\$7,520	\$7,508

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-28-3918-0-4-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Statistical and tabulating services:			
Agriculture.....	1,991	1,837	2,616
Other agencies.....	354	255	110
2. Economic development program (Commerce).....	9		
3. Agency for International Development (Funds appropriated to the President).....	96	95	96
Total program costs, funded ¹	2,451	2,187	2,822
Portion of foregoing originally charged to allocations from the Agency for International Development.....	-96	-48	
10 Total obligations.....	2,355	2,139	2,822
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts.....	-2,310	-2,082	-2,780
14 Non-Federal sources ²	-42	-41	-42
21.98 Unobligated balance available, start of year.....	-18	-16	
24.98 Unobligated balance available, end of year.....	16		
New obligational authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	2,355	2,139	2,822
70 Receipts and other offsets (items 11- 17).....	-2,353	-2,123	-2,822
71 Obligations affecting expenditures.....	2	16	
90 Expenditures.....	2	16	

¹ Includes capital outlay as follows: 1965, \$30 thousand; 1966, \$30 thousand; 1967, \$30 thousand.

² Reimbursements from non-Federal sources are derived from the sale of personal property being replaced (40 U.S.C. 481(c)), and from cooperating State departments of agriculture (7 U.S.C. 1624).

Object Classification (in thousands of dollars)

Identification code 05-28-3918-0-4-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	1,174	1,313	1,401
11.3 Positions other than permanent.....	293	90	208
11.5 Other personnel compensation.....	53	32	24
Total personnel compensation.....	1,520	1,435	1,633

Object Classification (in thousands of dollars)—Continued

Identification code 05-28-3918-0-4-355	1965 actual	1966 estimate	1967 estimate
12.0 Personnel benefits.....	99	105	114
21.0 Travel and transportation of persons.....	240	87	168
22.0 Transportation of things.....	2	2	1
23.0 Rent, communications, and utilities.....	187	332	187
24.0 Printing and reproduction.....	28	9	30
25.1 Other services.....	83	52	183
25.2 Services of other agencies.....	143	137	406
26.0 Supplies and materials.....	122	16	56
31.0 Equipment.....	27	12	44
Subtotal.....	2,451	2,187	2,822
96.0 Portion of foregoing originally charged to allocations from the Agency for International Development.....	-96	-48	
99.0 Total obligations.....	2,355	2,139	2,822

Personnel Summary

Total number of permanent positions.....	165	152	169
Full-time equivalent of other positions.....	167	20	46
Average number of all employees.....	228	171	210
Average GS grade.....	6.8	6.9	6.9
Average GS salary.....	\$7,114	\$7,520	\$7,508

CONSUMER AND MARKETING SERVICE

General and special funds:

CONSUMER PROTECTIVE, MARKETING, AND REGULATORY PROGRAMS

For expenses necessary to carry on services related to consumer protection, agricultural marketing and distribution, and regulatory programs, as authorized by law, and for administration and coordination of payments to States; [and this appropriation shall be available for] including field employment pursuant to section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$25,000 [shall be available] for employment [at rates not to exceed \$75 per diem] under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a), [in carrying out section 201(a) to 201(d), inclusive, of title II of the Agricultural Adjustment Act of 1938 (7 U.S.C. 1291) and section 203(j) of the Agricultural Marketing Act of 1946; \$76,192,000] \$86,265,000.

[For an additional amount for "Consumer protective, marketing, and regulatory programs", \$2,000,000.] (5 U.S.C. 511-512, 541a, 556b, 563-564, 575; 7 U.S.C. 51-65, 71-87, 91-99, 181-229, 241-272, 394, 396, 414a, 415b-d, 423, 431, 440, 471-476, 501-508, 511-511g, 516, 581-589, 591-599, 1551-1610, 1621-1627, 1901-1906; 15 U.S.C. 251-257i, 714-714p; 19 U.S.C. 1306b-1306c; 21 U.S.C. 71-79, 83-91, 94-96, 98, 451-469; 26 U.S.C. 4817-4818, 4851-4854, 4861-4865, 4871-4877, 6001, 6804, 7233, 7235(c), 7263, 7492-7493, 7701; 31 U.S.C. 725a, 725d; Department of Agriculture and Related Agencies Appropriation Act, 1966; Supplemental Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-32-2500-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Direct program:			
1. Market news service.....	6,057	6,645	6,682
2. Inspection, grading, classing, and standardization:			
(a) Meat inspection.....	32,910	38,331	41,940
(b) Poultry inspection.....	16,127	17,882	19,331
(c) All other.....	13,433	12,702	13,503
3. Regulatory activities.....	6,687	7,042	7,426
4. Administration and coordination of State payments.....	84	94	94
Total direct program costs, funded ¹	75,298	82,696	88,976

Program and Financing (in thousands of dollars)—Continued

Identification code 05-32-2500-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities—Continued			
Change in selected resources ²	72		
Total direct obligations.....	75,370	82,696	88,976
Reimbursable program:			
2. Inspection, grading, classing, and standardization (obligations) ³	774	1,844	1,844
Portion of foregoing originally advanced to "Expenses, Agricultural Stabiliza- tion and Conservation Service".....	-2,300		
10 Total obligations.....	73,844	84,540	90,820
Financing:			
11 Receipts and reimbursements from: Admin- istrative budget accounts:			
"Limitation on administrative expenses, Commodity Credit Corporation".....		-2,416	-2,485
For emergency preparedness functions.....	-74	-78	-78
Commodity Credit Corporation funds for:			
Grading and classing agricultural com- modities.....	-700	-1,766	-1,766
Warehouse examination.....	-207	-226	-226
16 Comparative transfers from other accounts.....	-32,910		
25 Unobligated balance lapsing.....	534		
New obligational authority.....	40,487	80,054	86,265
New obligational authority:			
40 Appropriation.....	40,566	78,192	86,265
41 Transferred to "Operating expenses, Public Buildings Service," General Services Ad- ministration (78 Stat. 655 and 79 Stat. 531).....	-79	-43	
43 Appropriation (adjusted).....	40,487	78,149	86,265
44 Proposed supplemental for civilian pay increases.....		1,905	
Relation of obligations to expenditures:			
10 Total obligations.....	73,844	84,540	90,820
70 Receipts and other offsets (items 11-17).....	-33,891	-4,486	-4,555
71 Obligations affecting expenditures.....	39,953	80,054	86,265
72 Obligated balance, start of year.....	2,606	2,427	4,588
74 Obligated balance, end of year.....	-2,427	-4,588	-4,991
77 Adjustments in expired accounts.....	-141		
90 Expenditures excluding pay increase supplemental.....	39,991	76,076	85,774
91 Expenditures from civilian pay in- crease supplemental.....		1,817	88

¹ Includes capital outlay as follows: 1965, \$107 thousand; 1966, \$456 thousand; 1967, \$666 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$502 thousand (1965 adjustments, -\$158 thousand); 1965, \$416 thousand; 1966, \$416 thousand; 1967, \$416 thousand.

³ Includes capital outlay as follows: 1965, \$1 thousand; 1966, \$10 thousand; 1967, \$10 thousand.

These activities provide consumer protection through inspection for wholesomeness of meat and poultry products and assist producers and handlers of agricultural commodities through various marketing and regulatory services. These activities are continuing to increase and become more complex as the volume of agricultural production increases and as the market structure undergoes dramatic changes. The marketing changes include such practices as concentration in food retailing, direct buying, decentralization of processing, growth of interregional competition, vertical integration, and contract farming. The individual activities include:

1. *Market news service.*—This service provides current information on supply, movement, and prices at specific markets for practically all agricultural commodities. This day-to-day market information enables American farmers to determine where and when to sell and at what price. The information is collected and disseminated at year-round and seasonal offices maintained in more than 130 cities and towns, often with local and other support and cooperation generally from State departments of agriculture. Dissemination by radio and television continues as in the past while more costly dissemination by mimeographed reports has been decreasing. The volume of work performed is indicated by examples given in the following table:

MARKET NEWS SERVICE

	1963 actual	1964 actual	1965 actual
States covered by cooperative agreement.....	43	42	42
Field offices:			
Year-round.....	181	182	181
Seasonal.....	40	39	40
Buyers and sellers interviewed.....	22,850	22,640	22,043
Mimeographed releases to growers, ship- pers, and others.....	23,098,583	22,550,075	20,671,130
Names on mailing list.....	257,758	243,419	202,310

2. *Inspection, grading, classing, and standardization.*—(a) *Meat inspection.*—Federal meat inspection is required for all meat and meat products moving in interstate and foreign commerce to assure a clean and wholesome meat supply for human consumption, free from adulteration, and truthfully labeled. The work includes inspection of animals, carcasses and meat, and meat-food products at various stages of handling and processing. Measures are enforced to insure informative labeling, and meats imported or exported are inspected. Legislation has been introduced to strengthen and extend jurisdiction of the meat inspection program, including coverage of meat and meat products in intrastate commerce.

The estimates for 1967 include an increase, under existing legislation, to provide for inspection of additional plants and expanded facilities in presently inspected plants and to place on a full-year basis the supplemental appropriation received for part of 1966. Legislation is also being proposed to place meat inspection on a self-supporting basis resulting in a reduction of \$41,940 thousand for 1967.

The volume of inspections and examinations is indicated by examples given in the following table:

MEAT INSPECTION

	1964 actual	1965 actual	1966 estimate	1967 estimate
Number of establishments covered.....	1,679	1,775	2,100	2,202
Cities in which plants are located.....	702	743	777	811
Inspection of live animals (thousands).....	113,818	111,979	110,587	113,987
Post mortem inspection (thousands).....	113,812	111,970	110,578	113,977
Animals and carcasses condemned (thou- sands).....	280	285	281	282
Inspection of processed meat and meat- food products (million pounds).....	19,646	19,932	19,800	20,300

(b) *Poultry inspection.*—Inspection of poultry meat and poultry meat products for wholesomeness is provided pursuant to the Poultry Products Inspection Act of 1957. All poultry processed in plants shipping in interstate or foreign commerce is required to be inspected both before and after slaughter. Birds found to be unfit for human consumption are condemned and removed from channels of trade.

CONSUMER AND MARKETING SERVICE—Con.**General and special funds—Continued****CONSUMER PROTECTIVE, MARKETING AND REGULATORY PROGRAMS—Continued**

The increase for 1967 provides for inspection of an anticipated increased volume of poultry and poultry products. Legislation is being proposed to place the service on a self-supporting basis resulting in a reduction of \$19,331 thousand for 1967. The volume of work performed is indicated in examples given below:

POULTRY INSPECTION

	1965 actual	1966 estimate	1967 estimate
Million pounds to be inspected.....	11,310	12,500	13,250
Plants under inspection June 30.....	994	999	1,004
Operating lines under inspection June 30..	1,326	1,394	1,428

(c) *Other inspection, grading, classing, and standardization.*—Nationally uniform standards of quality for agricultural products are established and applied to specific lots of produce to promote confidence between buyers and sellers; reduce hazards in marketing due to misunderstandings and disputes arising from the use of nonstandard descriptions; encourage better preparation of uniform quality products for market; and furnish consumers with more definite information on the quality of products they buy. The standards are applied by or under the supervision of Federal employees at the request of any interested party, and generally for a fee. Approximately 76% of the total cost of this work was offset by fees and other revenue in 1965 which are shown principally under Consumer and Marketing Service trust funds in part II of the Budget appendix.

The increase for 1967 provides for micronaire readings on cotton classed under the Smith-Doxey Act and for development of international food standards. Legislation is being proposed to (1) amend the U.S. Grain Standards Act by establishing fees to recover the direct cost of supervising licensed inspectors; (2) amend the Tobacco Inspection Act and the Cotton Statistics and Estimates Act to recover in fees the full cost of the special benefit portion of the service; and (3) to repeal the Naval Stores and Wool Standards Acts resulting in a reduction of \$8,417 thousand in appropriated funds. The volume of work performed is indicated by examples given in the following tables:

STANDARDIZATION ACTIVITIES

	1963 actual	1964 actual	1965 actual
Grade standards in effect.....	1,490	1,454	1,494
Number of commodities covered.....	290	311	313

INSPECTION, GRADING, AND CLASSING ACTIVITIES UNDER APPROPRIATED FUNDS

	1965 actual	1966 estimate	1967 estimate
Cotton classing by Federal employees (samples).....	18,729,970	19,000,000	18,000,000
Grain inspections by licensees.....	3,280,000	3,180,000	3,080,000
Volume inspected (1,000 bushels).....	6,926,483	7,000,000	7,000,000
Tobacco auction markets.....	175	175	175
Volume inspected at markets (million pounds).....	2,238	2,050	2,050
Sets of buyers.....	237	237	237

3. *Regulatory activities.*—These include the administration of regulatory laws such as Packers and Stockyards, Standard Container, U.S. Warehouse, and Federal Seed Acts to assure fairplay in the marketplace to protect producers and handlers of agricultural commodities from financial loss due to careless or fraudulent marketing

practices and to preserve free and open competition in the marketing of farm products. Assistance is also provided to farmers and others in obtaining and maintaining equitable and reasonable transportation rates and services on farm products and supplies.

The increase for 1967 would be used to provide for more effective administration of the Packers and Stockyards and U.S. Warehouse Acts.

Legislation is being proposed to (1) amend the U.S. Warehouse Act to place the service on a self-supporting basis, (2) amend the Federal Seed Act to recover a portion of the cost of the service, and (3) repeal the Naval Stores Act, the Tobacco Seed and Plant Exportation Act, and the two Standard Container Acts resulting in a total reduction of \$1,610 thousand for 1967.

The volume of work performed is indicated by examples given in the following table:

REGULATORY ACTIVITIES

	1965 actual	1966 estimate	1967 estimate
Packers and Stockyards Act:			
Number of complaints received.....	4,877	5,000	7,000
Number of investigations and audits....	3,598	3,650	3,850
Formal proceedings disposed of.....	419	560	435
Warehouse Act:			
Number of licensed warehouses.....	1,835	1,920	1,950
Capacity of licensed warehouses:			
Grain (million bushels).....	1,412	1,500	1,560
Cotton (million bales).....	15.6	16.1	16.3
Average number supervisory inspections per warehouse:			
Grain.....	1.88	1.90	1.98
Cotton.....	1.28	1.60	1.77
Seed Act:			
Import actions.....	7,532	10,000	10,000
Interstate investigations:			
Completed.....	882	1,000	1,000
Pending.....	506	506	506
Seed samples tested.....	10,798	14,500	15,500
Transportation services:			
Formal litigation.....	43	(1)	(1)
Informal negotiations.....	59	(1)	(1)

1 Not feasible to forecast.

4. *Administration and coordination of State payments.*—This project covers the Federal activity required in administering and coordinating the marketing service work performed by the States and financed jointly by State funds and Federal funds provided by the appropriation Payments to States and possessions. In 1965 this work was carried on in 44 States with 145 work projects.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-32-2500-0-1-355			
Personnel compensation:			
11.1 Permanent positions.....	57,406	63,736	68,210
11.3 Positions other than permanent.....	2,824	2,768	3,095
11.4 Special personal service payments.....	4	7	7
11.5 Other personnel compensation.....	476	606	614
Total personnel compensation.....	60,710	67,117	71,926
Direct obligations:			
Personnel compensation.....	60,134	65,797	70,606
12.0 Personnel benefits.....	4,519	5,599	5,952
21.0 Travel and transportation of persons.....	3,882	4,011	4,255
22.0 Transportation of things.....	578	600	650
23.0 Rent, communications, and utilities.....	2,246	2,360	2,484
24.0 Printing and reproduction.....	374	400	430
25.1 Other services.....	1,084	1,150	1,300
25.2 Services of other agencies.....	999	1,247	1,350
26.0 Supplies and materials.....	579	590	749
31.0 Equipment.....	852	942	1,200
32.0 Lands and structures.....	120		
42.0 Insurance claims and indemnities.....	3		
Total direct obligations.....	75,370	82,696	88,976

Object Classification (in thousands of dollars)—Continued

Identification code 05-32-2500-0-1-355	1965 actual	1966 estimate	1967 estimate
Reimbursable obligations:			
Personnel compensation.....	576	1,320	1,320
22.0 Personnel benefits.....	38	95	95
21.0 Travel and transportation of persons.....	65	225	225
22.0 Transportation of things.....	30	63	63
23.0 Rent, communications, and utilities.....	38	72	72
24.0 Printing and reproduction.....	3	12	12
25.1 Other services.....	6	11	11
25.2 Services of other agencies.....	2	9	9
26.0 Supplies and materials.....	12	26	26
31.0 Equipment.....	4	11	11
Total reimbursable obligations.....	774	1,844	1,844
96.0 Portion of foregoing originally advanced to "Expenses, Agricultural Stabilization and Conservation Service".....	-2,300		
99.0 Total obligations.....	73,844	84,540	90,820

Personnel Summary

Total number of permanent positions.....	7,863	8,589	9,079
Full-time equivalent of other positions.....	593	553	631
Average number of all employees.....	7,774	8,491	9,094
Average GS grade.....	8.1	8.1	8.1
Average GS salary.....	\$7,755	\$8,075	\$8,089
Average salary of ungraded positions.....	\$5,425	\$5,466	\$5,470

Proposed for separate transmittal:

CONSUMER PROTECTIVE, MARKETING, AND REGULATORY PROGRAMS

Program and Financing (in thousands of dollars)

Identification code 05-32-2500-1-3-355	1965 actual	1966 estimate	1967 estimate
Financing:			
14 Receipts and reimbursements from: Non-Federal sources.....			-71,298
21 Unobligated balance, start of year.....			-20,360
24 Unobligated balance available, end of year.....		20,360	20,360
40 New obligational authority (proposed supplemental appropriation).....		20,360	-71,298
New obligational authority:			
Proposed appropriation for revolving fund.....		20,360	
Reduction in current appropriation resulting from establishment of revolving fund.....			-71,298
Relation of obligations to expenditures:			
70 Receipts and other offsets (items 11-17).....			-71,298
71 Obligations (affecting expenditures).....			-71,298
74 Receivables in excess of obligations, end of year.....			5,126
90 Expenditures.....			-66,172

Under proposed legislation, 1966 and 1967.—A reduction of \$71,298 thousand is anticipated for 1967 under legislation being proposed as follows: (1) amend the Meat Inspection Act, the Poultry Products Inspection Act, the Cotton Statistics and Estimates Act, the U.S. Grain Standards Act, the Tobacco Inspection Act, the Federal Seed Act, and the U.S. Warehouse Act to recover the full or partial cost of these services; and (2) repeal the Standard Container Acts of 1916 and 1928, the Tobacco Plant

and Seed Exportation Act of 1940, the Naval Stores Act of 1923, and the Wool Standards Act of 1928.

PAYMENTS TO STATES AND POSSESSIONS

For payments to departments of agriculture, bureaus and departments of markets, and similar agencies for marketing activities under section 204(b) of the Agricultural Marketing Act of 1946 (7 U.S.C. 1623(b)), \$1,750,000. (*Department of Agriculture and Related Agencies Appropriation Act, 1966.*)

Program and Financing (in thousands of dollars)

Identification code 05-32-2501-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
10 Payment for marketing service work (sec. 204(b) of the Agricultural Marketing Act of 1946) (costs—obligations) (object class 41.0).....	1,500	1,750	1,750
Financing:			
40 New obligational authority (appropriation).....	1,500	1,750	1,750
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	1,500	1,750	1,750
90 Expenditures.....	1,500	1,750	1,750

Payments are made on a matching fund basis to State marketing agencies for carrying out specifically approved marketing service programs designed to bring about improved marketing. Under this activity, marketing specialists work with farmers, marketing firms, and agencies in solving marketing problems and in putting to use marketing research results.

This program covers such projects as methods of maintaining and improving the quality of products; ways of reducing marketing costs; expanding outlets for surplus products; the collection and dissemination of special State and local market information and statistics; and improving the organizational structure of the marketing system. Through this cooperative approach, the Federal Government's leadership and money are coupled with State resources and experience to aid in the solution of the most urgent local and area marketing problems.

In 1966, 44 States are conducting about 145 projects under this program.

SPECIAL MILK PROGRAM

For necessary expenses to carry out the Special Milk Program, as authorized by the Act of August 8, 1961 (7 U.S.C. 1446, note), **[\$103,000,000]** \$21,000,000. (*Department of Agriculture and Related Agencies Appropriation Act, 1966.*)

Program and Financing (in thousands of dollars)

Identification code 05-32-2502-0-1-659	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Cash payments to States.....	98,109	99,370	20,365
2. Operating expenses.....	571	630	635
Total program costs funded ¹	98,680	100,000	21,000
Change in selected resources ²	-5		
10 Total obligations.....	98,675	100,000	21,000

¹ Includes capital outlay as follows: 1965, \$7 thousand; 1966, \$4 thousand; 1967, \$4 thousand; excludes downward adjustment of \$197 thousand in prior year costs.

² Selected resources as of June 30 are as follows: unpaid undelivered orders, 1964, \$8 thousand; 1965, \$3 thousand; 1966, \$3 thousand; 1967, \$3 thousand.

CONSUMER AND MARKETING SERVICE—Con.**General and special funds—Continued****SPECIAL MILK PROGRAM—Continued****Program and Financing (in thousands of dollars)—Continued**

Identification code 05-32-2502-0-1-659	1965 actual	1966 estimate	1967 estimate
Financing:			
25 Unobligated balance lapsing.....	4,325	3,000	-----
New obligational authority.....	103,000	103,000	21,000
New obligational authority:			
Current authorization:			
40 Appropriation.....	51,500	103,000	21,000
Permanent authorization:			
60 Appropriation.....	0	0	0
62 Transferred from "Removal of Surplus Agricultural Commodities" (78 Stat. 862).....	51,500	-----	-----
63 Appropriation (adjusted).....	51,500	-----	-----
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)...	98,675	100,000	21,000
72 Obligated balance, start of year.....	1,273	13,142	24,142
74 Obligated balance, end of year.....	-13,142	-24,142	-8,142
77 Adjustments in expired accounts.....	-197	-----	-----
90 Expenditures.....	86,609	89,000	37,000

1. *Cash payments to States.*—Funds are provided under letters of credit to State agencies to reimburse eligible participants for a part of the cost of the fluid milk consumed. Based on available funds, and estimated participation, initial reserves will be established for each State for reimbursement payments.

For 1967, reimbursements will be made for milk served to needy children and to children in needy schools which do not now have a food service program.

Program activities from 1964 through 1966 are as follows:

	1964 actual	1965 actual	1966 estimate
Outlets participating.....	91,890	92,005	93,000
Half pints of milk reimbursed (million)...	2,929.0	2,966.8	3,115.1
Average reimbursement rate per half pint (cents).....	3.39	3.29	3.19

2. *Operating expenses.*—Administrative and technical assistance is furnished to State agencies, participating schools, and child-care institutions. Policies, procedures, and standards are developed for administering the program and determining eligibility. The program is administered directly in those outlets where no State agency has assumed the responsibility for its administration or where the State educational agency is prohibited by law from disbursing funds to such participants.

Object Classification (in thousands of dollars)

Identification code 05-32-2502-0-1-659	1965 actual	1966 estimate	1967 estimate
11.1 Personnel compensation: Permanent positions.....	460	483	486
12.0 Personnel benefits.....	34	36	36
21.0 Travel and transportation of persons.....	32	37	37
22.0 Transportation of things.....	2	2	2
23.0 Rent, communications, and utilities.....	17	25	27

Object Classification (in thousands of dollars)—Continued

Identification code 05-32-2502-0-1-659	1965 actual	1966 estimate	1967 estimate
24.0 Printing and reproduction.....	5	17	17
25.1 Other services.....	5	8	8
25.2 Services of other agencies.....	3	6	6
26.0 Supplies and materials.....	6	11	11
31.0 Equipment.....	2	5	5
41.0 Grants, subsidies, and contributions (cash payments).....	98,109	99,370	20,365
99.0 Total obligations.....	98,675	100,000	21,000

Personnel Summary

Total number of permanent positions.....	82	71	71
Average number of all employees.....	63	68	68
Average GS grade.....	8.1	8.1	8.1
Average GS salary.....	\$7,755	\$8,075	\$8,089
Average salary ungraded positions.....	\$5,425	\$5,466	\$5,470

SCHOOL LUNCH PROGRAM

For necessary expenses to carry out the provisions of the National School Lunch Act, as amended (42 U.S.C. 1751-1760), **[\$157,000,000]** *\$138,000,000*, including **[\$2,000,000]** *\$6,500,000* for special assistance to needy schools, as authorized by law: *Provided*, That no part of this appropriation shall be used for nonfood assistance under section 5 of said Act: *Provided further*, That \$45,000,000 shall be transferred to this appropriation from funds available under section 32 of the Act of August 24, 1935, for purchase and distribution of agricultural commodities and other foods pursuant to section 6 of the National School Lunch Act. (*Department of Agriculture and Related Agencies Appropriation Act, 1966.*)

Program and Financing (in thousands of dollars)

Identification code 05-32-2539-0-1-659	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Food assistance:			
(a) Cash payments to States.....	130,435	138,590	129,415
(b) Special cash assistance.....	-----	2,000	6,500
(c) Commodity procurement.....	59,057	59,325	45,000
2. Operating expenses.....	1,652	2,085	2,085
Total program costs, funded ¹	191,144	202,000	183,000
Change in selected resources ²	-3	-----	-----
10 Total obligations.....	191,141	202,000	183,000
Financing:			
25 Unobligated balance lapsing.....	259	-----	-----
New obligational authority.....	191,400	202,000	183,000
New obligational authority:			
Current authorization:			
40 Appropriation.....	146,400	157,000	138,000
Permanent authorization:			
60 Appropriation.....	0	0	0
62 Transferred from "Removal of surplus agricultural commodities" (78 Stat. 868 and 79 Stat. 1171).....	45,000	45,000	45,000
63 Appropriation (adjusted).....	45,000	45,000	45,000

¹ Includes capital outlay as follows: 1965, \$16 thousand; 1966, \$20 thousand; 1967, \$20 thousand; excludes downward adjustment of \$34 thousand in prior year costs.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$91 thousand; 1965, \$89 thousand; 1966, \$89 thousand; 1967, \$89 thousand.

Program and Financing (in thousands of dollars)—Continued

Identification code 05-32-2539-0-1-659	1965 actual	1966 estimate	1967 estimate
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)...	191,141	202,000	183,000
72 Obligated balance, start of year.....	1,572	14,099	30,099
74 Obligated balance, end of year.....	-14,099	-30,099	-45,099
77 Adjustments in expired accounts.....	-34		
90 Expenditures.....	178,580	186,000	168,000

1. *Food assistance*, in the form of both funds and food, is provided to the States, as defined in the act, in serving lunches to schoolchildren. Each State's portion of the funds available is determined by a statutory formula. The formula takes into account the participation rate in the State, and the relationship between the per capita income of the State and the average United States per capita income. In 1962, a new provision was authorized in the amendment to the act for providing special cash assistance to needy schools in serving free or reduced price lunches.

The funds proposed for 1967 will provide for expansion of the program of special assistance to needy schools and for normal growth in the program at a reduced rate of Federal reimbursement per lunch.

The program is operated under an agreement entered into by the State educational agency and the Department of Agriculture. Funds are advanced under letters of credit to State agencies for use in reimbursing participating schools. Schools make application to the State agency and if accepted are reimbursed for a part of the food cost of each lunch served. In 1965, the States contributed to this program \$1,090 million, most of which came from payments by children. This was far in excess of the statutory matching requirement of \$3 for each Federal dollar of cash payment.

Funds are also used to purchase food for distribution to the schools to help meet the nutritional requirements of the lunches. Transfers are made to this appropriation from the fund for Removal of Surplus Agricultural Commodities and are used to purchase and distribute agricultural commodities and other foods. Further, commodities acquired under price support and surplus removal programs are available to the schools. The volume of surplus commodities distributed to schools, however, depends upon market conditions.

The program during the peak month in 1965 provided lunches to over 35% of the approximately 48.2 million schoolchildren in the country. The number of lunches served increased approximately 7.26% over 1964. Participation in the program in December 1964 reached 17 million children in 70,132 schools and an appreciable increase is expected in 1966 and 1967.

During 1965 over \$979 million worth of agricultural commodities and other foods were used in the program. Over 28% of this amount represented commodities contributed under section 6 of the School Lunch Act and the Federal surplus removal and price support program.

About 72% of the food used in the program was purchased by the schools through local suppliers.

Participation in the program from 1964 through 1967 is as follows:

	1964 actual	1965 actual	1966 estimate	1967 estimate
Number of schools (month of peak participation—March).....	69,616	70,292	71,300	72,000
Number of schoolchildren (peak thousands—December).....	16,004	17,024	18,000	19,000
Number of lunches served (millions).....	2,696	2,892	3,065	3,235

Financing of the program in the last 4 years was as follows (in millions of dollars):

	1962	1963	1964	1965
State and local contributions (total, including payments by children).....	887.8	947.5	1,011.4	1,090.0
Federal appropriation (National School Lunch Act):				
(a) Cash payments.....	98.7	108.5	120.8	130.4
(b) Commodity distribution (section 6).....	69.1	58.9	59.3	59.5
Surplus commodity distribution.....	113.0	121.0	135.7	212.9
Special milk program.....	85.8	90.3	96.1	95.1
Federal contributions.....	366.6	378.7	411.9	497.9
Total, all contributions.....	1,254.4	1,326.2	1,423.3	1,587.9

2. *Operating expenses* consist of overall administration of the program including policy formulation and administrative reviews; administrative and technical assistance to State agencies and participating schools; and administering the program directly in over 3,000 private schools, in 28 States and Guam, where the State educational agency is prohibited by law from disbursing funds.

Object Classification (in thousands of dollars)

Identification code 05-32-2539-0-1-659	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	1,150	1,256	1,322
11.3 Positions other than permanent.....	8		
11.5 Other personnel compensation.....	6	2	2
Total personnel compensation.....	1,164	1,258	1,324
12.0 Personnel benefits.....	83	102	103
21.0 Travel and transportation of persons.....	66	94	94
22.0 Transportation of things.....	3	18	18
23.0 Rent, communications, and utilities.....	54	90	90
24.0 Printing and reproduction.....	36	70	70
25.1 Other services.....	10	42	42
25.2 Services of other agencies.....	208	343	276
26.0 Supplies and materials.....	12	36	36
Grants of commodities to States.....	59,057	59,325	45,000
31.0 Equipment.....	13	32	32
41.0 Grants, subsidies, and contributions (cash payments).....	130,435	140,590	135,915
99.0 Total obligations.....	191,141	202,000	183,000

Personnel Summary

Total number of permanent positions.....	193	185	185
Average number of all employees.....	146	170	170
Average GS grade.....	8.1	8.1	8.1
Average GS salary.....	\$7,755	\$8,075	\$8,089
Average salary of ungraded positions.....	\$5,425	\$5,466	\$5,470

CONSUMER AND MARKETING SERVICE—Con.**General and special funds—Continued****FOOD STAMP PROGRAM**

For necessary expenses of the food stamp program pursuant to the Food Stamp Act of 1964, [\$100,000,000, of which \$20,000,000 shall be derived from amounts appropriated under this head for the previous fiscal year, which amount shall be transferred to and merged with this appropriation.] \$150,000,000 to be provided from funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c) (78 Stat. 703; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-32-2505-0-1-659			
Program by activities:			
1. Program costs.....	33,788	96,650	143,900
2. Operating expenses.....	1,391	3,342	6,100
Total program costs, funded ¹	35,179	99,992	150,000
Change in selected resources ²	381		
10 Total obligations.....	35,560	99,992	150,000
Financing:			
25 Unobligated balance lapsing.....	20,090		
New obligatory authority.....	55,650	99,992	150,000
New obligatory authority:			
Current authorization:			
40 Appropriation.....	25,000	80,000	
41 Transferred to "Operating expenses, Public Buildings Service," General Services Administration (79 Stat. 531).....		-8	
43 Appropriation (adjusted).....	25,000	79,992	
50 Reappropriation.....		20,000	
Permanent authorization:			
60 Appropriation.....	0	0	0
62 Transferred from "Removal of Surplus Agricultural Commodities" (78 Stat. 868).....	30,650		150,000
63 Appropriation (adjusted).....	30,650		150,000
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	35,560	99,992	150,000
72 Obligated balance, start of year.....		1,165	12,457
74 Obligated balance, end of year.....	-1,165	-12,457	-29,857
90 Expenditures.....	34,395	88,700	132,600

¹ Includes capital outlay as follows: 1965, \$5 thousand; 1966, \$10 thousand; 1967, \$10 thousand.

² Selected resources as of June 30 are as follows: 1964, \$0; 1965, \$381 thousand; 1966, \$381 thousand; 1967, \$381 thousand.

This program aims at making more effective use of our food abundance and at providing additional nutrition to those in need. It is inaugurated at the request of State welfare agencies and these agencies are responsible for household certification and coupon issuance functions.

The Department determines—based on income, food needs, and other factors—the allotment of coupons for each household unit, including the portion to be purchased. The participant's normal food expenditure is maintained by requiring that, based on family size and income, recipients purchase a specific value of coupons. The supplemental or bonus coupons, provided free-of-charge, permit the family to upgrade its diet.

Coupons are issued by a non-Federal issuing office. Cash paid for the coupons by participants is deposited periodically in a designated Federal Depository. Food

stores receive cash or credit for the coupons from any commercial bank which must accept them at face value. The coupons then flow through regular banking channels to the Federal Reserve banks where they are redeemed and subsequently destroyed.

The \$100 million available in 1966 will finance the program in areas in operation on July 1, 1965, and permit progressive expansion to reach a total of about 1.3 million persons by June 30, 1966. The increase for 1967 would provide for financing, on a full-year basis, the program level expected by June 30, 1966, and for further expansion in 1967. Total participation by the end of fiscal year 1967 will be dependent upon the time at which new areas are brought into the program and the number of participants in each of the new areas. However, if new areas are opened on a progressive basis throughout the year, it is possible that total participation by the end of the year could reach 1,870,000. This would be an increase of 570,000 above the total expected at the end of fiscal year 1966.

The following table reflects coverage, participation, and costs for fiscal year 1962 (the first full year of operation of the pilot program) 1965, and estimates for 1966 and 1967.

	1962 actual	1965 actual	1966 estimate	1967 estimate
Number of areas by year-end.....	8	110	260	410
Number of participants at year-end.....	140,736	632,863	1,300,000	1,870,000
Total value coupons issued (millions).....	\$35.2	\$85.5	\$234.0	\$341.0
Amount paid by participant (for deposit to redemption account) (millions).....	\$22.0	\$53.0	\$140.5	\$204.5
Value of bonus (free) coupons issued (millions).....	\$13.2	\$32.5	\$93.5	\$136.5
Federal costs:				
Program ¹ (in millions).....	\$13.3	\$34.1	\$96.7	\$143.9
Administrative ² (in millions).....	\$.9	\$1.4	\$3.3	\$6.1

¹ Includes value of bonus coupons and other costs such as printing, shipment, and destruction of coupons and share of expenses incurred in certification of non-public assistance cases.

² For formulation and administration of the program including review and approval of State and local plans and operations, approval, and supervision of participating stores and wholesalers, supervision and reporting of financial operations, and evaluation studies.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-32-2505-0-1-659			
Personnel compensation:			
11.1 Permanent positions.....	1,092	2,342	4,314
11.3 Positions other than permanent.....	1	2	2
11.5 Other personnel compensation.....	3		
Total personnel compensation.....	1,096	2,344	4,316
12.0 Personnel benefits.....	80	190	337
21.0 Travel and transportation of persons.....	93	200	360
22.0 Transportation of things.....	24	100	160
23.0 Rent, communications, and utilities.....	57	207	400
24.0 Printing and reproduction.....	611	1,800	2,800
25.1 Other services.....	18	40	70
25.2 Services of other agencies.....	40	303	417
26.0 Supplies and materials.....	15	40	60
31.0 Equipment.....	21	60	80
41.0 Grants, subsidies, and contributions.....	33,505	94,708	141,000
99.0 Total obligations.....	35,560	99,992	150,000

Personnel Summary

Total number of permanent positions.....	180	520	820
Full-time equivalent of other positions.....	0	1	1
Average number of all employees.....	138	354	600
Average GS grade.....	8.1	8.1	8.1
Average GS salary.....	\$7,755	\$8,075	\$8,089
Average salary of ungraded positions.....	\$5,425	\$5,466	\$5,470

PERISHABLE AGRICULTURAL COMMODITIES ACT

(Permanent, indefinite)

Program and Financing (in thousands of dollars)

Identification code 05-32-5070-0-2-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Licensing dealers and handling complaints (program costs, funded) ¹ -----	846	948	949
Change in selected resources ² -----	7	-6	-----
10 Total obligations-----	853	942	949
Financing:			
21 Unobligated balance available, start of year-----	-169	-227	-212
24 Unobligated balance available, end of year-----	227	212	190
60 New obligational authority (appropriation)-----	911	927	927
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)-----	853	942	949
72 Obligated balance, start of year-----	33	39	43
74 Obligated balance, end of year-----	-39	-43	-44
90 Expenditures-----	847	938	948

¹ Includes capital outlay as follows: 1965, \$5 thousand; 1966, \$5 thousand; 1967, \$5 thousand.² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$2 thousand; 1965, \$9 thousand; 1966, \$3 thousand; 1967, \$3 thousand.

License fees are deposited in this special fund and are used to meet costs of administering the Perishable Agricultural Commodities and the Produce Agency Acts (7 U.S.C. 491-497, 499a-499s). The law provides that license fees may be set at a maximum of \$50. Effective January 1, 1965, the fee was increased from \$36 to \$42.

These acts are intended to assure equitable treatment to farmers and others in the marketing of fresh and frozen fruits and vegetables. Commission merchants, dealers, and brokers handling these products in interstate and foreign commerce are licensed. Complaints of violations are investigated and violations dealt with by (a) informal agreements between the two parties, (b) formal decisions involving payment of reparation awards, and (c) suspension or revocation of license and/or publication of the facts. Approximately 21,700 licenses were in effect on June 30, 1965, and a decrease of 300 is expected in 1966 due to the trend in the industry to fewer but larger dealers. The number of complaints received is expected to average around 2,300.

Object Classification (in thousands of dollars)

Identification code 05-32-5070-0-2-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions-----	685	726	753
11.3 Positions other than permanent-----	1	3	3
11.5 Other personnel compensation-----	1	-----	-----
Total personnel compensation-----	687	729	756
12.0 Personnel benefits-----	52	57	57
21.0 Travel and transportation of persons-----	44	48	48
22.0 Transportation of things-----	1	5	5
23.0 Rent, communications, and utilities-----	39	51	41
24.0 Printing and reproduction-----	8	15	10
25.1 Other services-----	5	9	9
25.2 Services of other agencies-----	2	5	5
26.0 Supplies and materials-----	5	11	6
31.0 Equipment-----	9	12	12
99.0 Total obligations-----	853	942	949

Personnel Summary

	1965 actual	1966 estimate	1967 estimate
Total number of permanent positions-----	107	104	104
Full-time equivalent of other positions-----	0	1	1
Average number of all employees-----	96	102	102
Average GS grade-----	8.1	8.1	8.1
Average GS salary-----	\$7,755	\$8,075	\$8,089
Average salary of ungraded positions-----	\$5,425	\$5,466	\$5,470

REMOVAL OF SURPLUS AGRICULTURAL COMMODITIES (SECTION 32)

No funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c) shall be used for any purpose other than commodity program expenses as authorized therein, and other related operating expenses, except for (1) transfers to the Department of the Interior as authorized by the Fish and Wildlife Act of August 8, 1956, (2) transfers otherwise provided in this Act, and (3) not more than \$2,924,000 for formulation and administration of marketing agreements and orders pursuant to the Agricultural Marketing Agreement Act of 1937, as amended, and the Agricultural Act of 1961. (*Department of Agriculture and Related Agencies Appropriation Act, 1966.*)

Program and Financing (in thousands of dollars)

Identification code 05-32-2266-0-1-999		1965 actual	1966 estimate	1967 estimate	
Program by activities:					
1. Commodity program payments:					
(a) Direct purchases-----		340,073	324,556	209,086	
(b) Diversion payments-----					
(c) Export payments-----		436			
2. Surplus removal operating expenses-----		3,263	3,837	3,873	
3. Marketing agreements and orders-----		2,123	2,924	2,924	
Total program costs, funded ¹ -----		345,895	331,317	215,883	
Change in selected resources ² -----		-113,350			
10	Total obligations-----	232,545	331,317	215,883	
Financing					
17	Recovery of prior year obligations-----	-50			
21	Unobligated balance available, start of year-----	-300,000	-298,758	-300,000	
22	Unobligated balance transferred from "Commodity Credit Corporation" (78 Stat. 868)-----	-94	-238		
24	Unobligated balance available, end of year-----	298,758	300,000	300,000	
25	Unobligated balance lapsing-----	9			
	New obligational authority-----	231,167	332,321	215,883	
New obligational authority:					
Permanent authorization:					
60	Appropriation-----	378,907	405,549	445,000	
61	Transferred to--				
	"Promote and develop fishery products and research pertaining to American fisheries." Bureau of Commercial Fisheries, Department of the Interior (15 U.S.C. 713c as amended by Act of Aug. 8, 1956)---	-5,298	-6,611	-6,000	
	"School lunch program," Consumer and Marketing Service (79 Stat. 1171)-----	-45,000	-45,000	-45,000	
	"Special milk program," Consumer and Marketing Service (78 Stat. 868)---	-51,500			
¹ Includes capital outlay as follows: 1965, \$30 thousand; 1966, \$40 thousand; 1967, \$40 thousand.					
² Selected resources as of June 30 are as follows:					
		1965 adjust- ments	1965	1966	1967
Stores-----	1964 39,453	---	32,048	32,048	32,048
Unpaid undelivered orders-----	29,081	-50	3,638	3,638	3,638
Advances-----	80,552	---	---	---	---
Total selected re- sources-----	149,086	-50	35,686	35,686	35,686

CONSUMER AND MARKETING SERVICE—Con.

General and special funds—Continued

REMOVAL OF SURPLUS AGRICULTURAL COMMODITIES
(SECTION 32)—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-32-2266-0-1-999	1965 actual	1966 estimate	1967 estimate
New obligational authority—Continued			
Permanent authorization—Continued			
Transferred to—Continued			
“Food stamp program,” Consumer and Marketing Service (78 Stat. 868)	-30,650		-150,000
“Salaries and expenses,” Foreign Agricultural Service (79 Stat. 1171)	-3,117	-3,117	-3,117
“Commodity Credit Corporation,” (78 Stat. 868)	-12,175		
“Salaries and expenses,” Agricultural Research Service (79 Stat. 1166)		-18,100	-25,000
“Payments and expenses,” Cooperative State Research Service (79 Stat. 1167)		-400	
63 Appropriation (adjusted)	231,167	332,321	215,883
Relation of obligations to expenditures:			
10 Total obligations	232,545	331,317	215,883
70 Receipts and other offsets (items 11-17)	-50		
71 Obligations affecting expenditures	232,495	331,317	215,883
72 Obligated balance, start of year	46,863	6,426	16,664
74 Obligated balance, end of year	-6,426	-16,664	-46,664
90 Expenditures	272,932	321,079	185,883

Under section 32 of the act of August 24, 1935, as amended (7 U.S.C. 612c), an amount equal to 30% of customs receipts collected during each calendar year (except for an amount equal to 30% of such receipts collected on fishery products transferred to the Department of the Interior to encourage the distribution of fishery products), plus unused balances up to \$300 million are available for expanding domestic and foreign market outlets for farm commodities. As provided in recent appropriation acts, transfers have been made from this fund primarily to the school lunch program for the purchase and distribution of agricultural commodities and other foods pursuant to section 6 of the National School Lunch Act. Section 32 funds are also authorized for the administration of marketing agreements and orders. The basic legislation provides that funds devoted to any one commodity or product thereof must not exceed 25% of funds available. It also provides that the funds must be devoted principally to perishable agricultural commodities other than those receiving price support under title II of the Agricultural Act of 1949, as amended. It has been determined that this provision can be legally satisfied by setting aside or reserving the principal portion of section 32 funds for the use of perishable nonbasic agricultural commodities.

1. *Commodity program payments*, are of four types: (a) *Direct purchases* are donated to the school lunch program, charitable institutions serving needy persons, and persons certified by welfare agencies as eligible for relief; (b) *Diversion payments* enable processors to purchase surplus commodities on the domestic market, divert them to byproducts and new uses, and sell them at prices comparable to competing products, thus creating new markets

for surplus commodities; (c) *Export payments* enable exporters to purchase surplus commodities on the domestic market and sell them on the world market at competitive world prices; (d) *Production payments*, none of which were made in 1965, help to reestablish farmers' purchasing power. During the past 2 years assistance under these programs was given to the following commodity groups (in millions of dollars):

OBLIGATIONS	1964	1965
Dairy products	85.0	25.0
Eggs and poultry	27.0	5.2
Fruits	3.1	5.7
Grains	4.8	2.2
Livestock products	123.0	176.0
Peanut butter	12.3	12.5
Tobacco	2.0	.4
Vegetables	1.3	
Miscellaneous	1.0	.1
Total	259.5	227.1

The use of section 32 program funds is contingent upon marketing conditions. The estimates for both 1966 and 1967 reflect full use of available funds except for the \$300 million carryover. Within the total each year provision will be made for the foreseeable needs for perishables and other activities regularly financed with section 32 funds. It is planned that any remaining amount may be used to buy from CCC commodities which would otherwise be donated under section 416 of the Agricultural Act of 1949, as amended.

Since it is not possible to determine what commodities will be surplus in the future, it is not feasible to estimate the distribution of the commodity program purchases for 1967.

2. *Surplus removal operating expenses* occur mainly in connection with purchasing, exporting, and diverting surplus commodities and in distributing section 32 and Commodity Credit Corporation commodities to eligible outlets. Distribution in 1965, including those under section 6 of the National School Lunch Act, is summarized below (in millions):

Distribution	Number of recipients (peak month)	Value of commodities distributed	Pounds of commodities distributed
By recipients:			
Schoolchildren	20.8	\$272.4	972.7
Needy persons	5.8	226.9	1,140.5
Persons in charitable institutions	1.3	29.8	172.3
Total		529.1	2,285.5
By program:			
Section 32		\$353.9	862.9
Donation by Commodity Credit Corporation, section 416		115.7	1,111.4
Section 6, National School Lunch Act		59.5	311.2
Total		529.1	2,285.5

In cooperation with the food trade, press and radio, greater consumption of abundant foods is encouraged. In 1965 the monthly plentiful foods list contained an average of 6 foods, and 8 national and 21 area, State, and local drives were conducted.

3. *Marketing agreements and orders* are put into effect upon request of producers or handlers after hearings and investigations, and approval by producers (and handlers in case of marketing agreements). They help to stabilize prices and benefit producers and consumers by establishing and maintaining orderly marketing conditions. Administration at the local level is financed by assessments upon

handlers. On June 30, 1965, there were 75 orders in effect for milk, 43 covering tree fruits, tree nuts, and vegetables and 1 order for shade-grown tobacco. The expenses of advisory committees established to advise the Secretary, public hearings, referendums to determine producer sentiment, and other developmental work as authorized by the Agricultural Act of 1961 is also financed under this project.

Legislation will be requested to provide for payment of approximately \$1.5 million of the Federal administrative costs of this program by producers and handlers.

Object Classification (in thousands of dollars)

Identification code 05-32-2266-0-1-999	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	3,730	3,998	4,029
11.3 Positions other than permanent.....	52	15	15
11.5 Other personnel compensation.....	4	2	2
Total personnel compensation.....	3,786	4,015	4,046
12.0 Personnel benefits.....	282	321	323
13.0 Benefits for former personnel.....			
21.0 Travel and transportation of persons.....	211	255	245
22.0 Transportation of things.....	10	12	12
23.0 Rent, communications, and utilities.....	209	280	283
24.0 Printing and reproduction.....	51	90	90
25.1 Other services.....	69	85	85
25.2 Services of other agencies.....	733	1,613	1,613
26.0 Supplies and materials.....	41 ¹	50	60
Grants of commodities to States.....	226,689	319,556	199,086
31.0 Equipment.....	17	40	40
41.0 Grants, subsidies, and contributions.....	447	5,000	10,000
99.0 Total obligations.....	232,545	331,317	215,883

Personnel Summary

Total number of permanent positions.....	522	510	510
Full-time equivalent of other positions.....	9	3	3
Average number of all employees.....	453	500	500
Average GS grade.....	8.1	8.1	8.1
Average GS salary.....	\$7,555	\$8,075	\$8,089
Average salary of ungraded positions.....	\$5,425	\$5,466	\$5,470

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-32-3925-0-4-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Market news service:			
Department of Agriculture.....	95	111	111
State agencies under cooperative agreement.....	213	217	217
2. Inspection, grading, classing and standardization:			
Department of Agriculture.....	402	740	740
Other Federal agencies.....	140	35	35
Non-Federal sources.....	13,113	11,480	11,480
3. Marketing research information services.....	37	20	20
4. Agency for International Development (Funds appropriated to the President).....	63	80	89
5. Miscellaneous services to other accounts.....	30	9	9
Total program costs, funded ¹.....	14,093	12,692	12,701
Change in selected resources ²	-7		
Portion of foregoing originally changed to allocations from the Agency for International Development.....	-63	-45	
10 Total obligations.....	14,023	12,647	12,701

Program and Financing (in thousands of dollars)—Continued

Identification code 05-32-3925-0-4-355	1965 actual	1966 estimate	1967 estimate
Financing:			
Receipts and reimbursements from:			
Administrative budget accounts.....	-347	-942	-996
Non-Federal sources ³	-3,147	-11,705	-11,705
Comparative transfers from other accounts.....	-10,570		
21.98 Unobligated balance available, start of year.....	-257	-298	-298
24.98 Unobligated balance available, end of year.....	298	298	298
New obligational authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	14,023	12,647	12,701
70 Receipts and other offsets (items 11-17).....	-14,064	-12,647	-12,701
71 Obligations affecting expenditures.....	-41		
72.98 Obligated balance, start of year.....	177	33	33
74.98 Obligated balance, end of year.....	-33	-33	-33
90 Expenditures.....	103		

¹ Includes capital outlay as follows: 1965, \$0; 1966, \$2 thousand; 1967, \$2 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders 1964, \$0 (1965 adjustments, \$7 thousand); 1966, \$0; 1967, \$0.

³ Reimbursements from non-Federal sources above include amounts from cooperating universities and State, county, local and private agricultural agencies (5 U.S.C. 563, 564); from States, municipalities, persons, or licensed tobacco inspectors for services rendered (7 U.S.C. 511e); from sale of photographic slides (7 U.S.C. 1387) and personal property (40 U.S.C. 481(c)); for overtime work and travel performed at meat packing establishments; for overtime and holiday work performed at poultry processing plants and in connection with appeal inspections on grain (21 U.S.C. 468); (7 U.S.C. 78); refund of terminal leave payments (5 U.S.C. 61b); from jury fees (5 U.S.C. 30p); and from importers in connection with reconditioning seed (7 U.S.C. 1582(a)).

The 1965 amounts exclude \$298 thousand of unfilled orders from other accounts at end of year which will become reimbursements of a subsequent year.

Object Classification (in thousands of dollars)

Identification code 05-32-3925-0-4-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	1,829	2,090	2,052
11.3 Positions other than permanent.....	49		
11.5 Other personnel compensation.....	9,121	9,878	9,878
Total personnel compensation.....	10,999	11,968	11,930
12.0 Personnel benefits.....	127	189	188
21.0 Travel and transportation of persons.....	382	228	233
22.0 Transportation of things.....	42	38	43
23.0 Rent, communications, and utilities.....	134	112	129
24.0 Printing and reproduction.....	27	23	27
25.1 Other services.....	27	23	27
25.2 Services of other agencies.....	2,257	28	28
26.0 Supplies and materials.....	56	49	56
31.0 Equipment.....	35	34	40
Subtotal.....	14,086	12,692	12,701
96.0 Portion of the foregoing originally charged to the Agency for International Development.....	-63	-45	
99.0 Total obligations.....	14,023	12,647	12,701

Personnel Summary

Total number of permanent positions.....	203	314	314
Full-time equivalent of other positions.....	8	0	0
Average number of all employees.....	227	281	281
Average GS grade.....	8.1	8.1	8.1
Average GS salary.....	\$7,755	\$8,075	\$8,089
Average salary of ungraded positions.....	\$5,425	\$5,466	\$5,470

FOREIGN AGRICULTURAL SERVICE

General and special funds:

SALARIES AND EXPENSES

For necessary expenses for the Foreign Agricultural Service, including carrying out title VI of the Agricultural Act of 1954 (7 U.S.C. 1761-1768), market development activities abroad, and for enabling the Secretary to coordinate and integrate activities of the Department in connection with foreign agricultural work, including not to exceed \$35,000 for representation allowances and for expenses pursuant to section 8 of the Act approved August 3, 1956 (7 U.S.C. 1766), **[\$20,574,000] \$21,379,000: Provided,** That not less than \$255,000 of the funds contained in this appropriation shall be available to obtain statistics and related facts on foreign production and full and complete information on methods used by other countries to move farm commodities in world trade on a competitive basis: *Provided further,* That, in addition, not to exceed \$3,117,000 of the funds appropriated by section 32 of the Act of August 24, 1935, as amended (7 U.S.C. 612c), shall be merged with this appropriation and shall be available for all expenses of the Foreign Agricultural Service. (5 U.S.C. 511-512; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-36-2900-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. International trade.....	597	667	695
2. Agricultural attachés.....	4,063	4,456	4,918
3. Export programs.....	8,902	11,096	13,587
4. Commodity programs.....	2,432	2,649	2,746
5. Barter and stockpiling.....	585	606	611
6. General sales management.....	760	879	886
Total program costs, funded ¹	17,339	20,353	23,443
Change in selected resources ²	6,063	5,308	2,861
10 Total obligations.....	23,402	25,661	26,304
Financing:			
11 Receipts and reimbursements from Administrative budget accounts:			
"Limitation on administrative expenses, Commodity Credit Corporation".....	-1,527	-1,732	-1,748
Commodity Credit Corporation fund.....	-60	-60	-60
25 Unobligated balance lapsing.....	2,080		
New obligatory authority.....	23,896	23,869	24,496
New obligatory authority:			
Current authorization:			
40 Appropriation.....	20,793	20,574	21,379
41 Transferred to "Operating expenses, Public Buildings Service," General Services Administration (78 Stat. 655).....	-14		
43 Appropriation (adjusted).....	20,779	20,574	21,379
44 Proposed supplemental for civilian pay increases.....		178	
Permanent authorization:			
60 Appropriation.....			
62 Transferred from "Removal of surplus agricultural commodities" (78 Stat. 869; 79 Stat. 1171; annual appropriation act).....	3,117	3,117	3,117
63 Appropriation (adjusted).....	3,117	3,117	3,117
Relation of obligations to expenditures:			
10 Total obligations.....	23,402	25,661	26,304
70 Receipts and other offsets (items 11-17).....	-1,587	-1,792	-1,808
71 Obligations affecting expenditures.....	21,816	23,869	24,496
72 Obligated balance, start of year.....	19,707	23,808	30,167
74 Obligated balance, end of year.....	-23,808	-30,167	-33,533

Program and Financing (in thousands of dollars)—Continued

Identification code 05-36-2900-0-1-355		1965 actual	1966 estimate	1967 estimate
Relation of obligations to expenditures—Con.				
77	Adjustments in expired accounts.....	—589	-----	-----
90	Expenditures excluding pay increase supplemental.....	17,127	17,350	21,112
91	Expenditures from civilian pay increase supplemental.....	-----	160	18

¹ Includes capital outlay as follows: 1965, \$54 thousand; 1966, \$55, thousand; 1967, \$55 thousand.

² Selected resources as of June 30 are as follows:

	1964	1965 <i>Adjust- ments</i>	1965	1966	1967
Unpaid undelivered orders.....	15,599	—589	20,955	25,956	28,654
Advances.....	1,132	-----	1,250	1,557	1,720
Total selected re- sources.....	16,731	—589	22,205	27,513	30,374

The primary function of the Foreign Agricultural Service is to help American agriculture maintain and expand foreign markets for its products.

The agency performs two principal kinds of service functions: (a) It helps to develop foreign markets for U.S. farm products through aggressive market promotion under special export programs and through helping to secure international trade conditions that are favorable toward our products; and (b) it maintains a worldwide agricultural intelligence and reporting service to assist U.S. agricultural industry in its export operations. This is done through a continuous program of analyzing and reporting foreign agricultural production, markets, and policies.

1. *International trade.*—The Service directs and coordinates Department responsibilities in international trade agreement programs and negotiations, utilizing authority of the Trade Expansion Act. It identifies and seeks to reduce foreign barriers to U.S. agricultural exports. It continuously examines and reports on developments in foreign trade policies which affect U.S. trade policies and operations and recommends courses of action. (A current example is the European Economic Community whose common agricultural policy threatens to reduce sales of certain U.S. agricultural products to the area.)

The Service recommends Department positions on trade agreements and international commodity agreements. It continuously reviews and reports trade regulations of countries signatory to the General Agreement on Tariffs and Trade as such regulations affect the movement of U.S. farm products in world trade.

It administers a program of import controls in accordance with section 22 of the Agricultural Adjustment Act as amended, and is responsible for administering any import controls established under the beef import control legislation of 1964.

2. *Agricultural attachés.*—The Service maintains agricultural attachés at 59 foreign posts who assist in the development of markets abroad for U.S. agricultural commodities, working closely with numerous U.S. agricultural trade groups. They maintain continuous contacts with foreign governments in the interest of obtaining more favorable import treatment for American farm products. They carry out a comprehensive schedule of reporting foreign agricultural production, marketing, and trade policy developments as a means of keeping the U.S. agricultural industry currently informed.

3. *Export programs.*—The Service carries out export programs (a) to expand commercial sales of all U.S. farm products in world markets and (b) under the Public Law 480 program, to sell and ship U.S. surplus farm products to less developed countries under long-term dollar credit sales agreements authorized by title IV of Public Law 480 and under foreign currency sales agreements authorized by title I of Public Law 480. About three-fourths of U.S. agricultural exports are commercial sales for dollars. The Service works with 45 U.S. agricultural producer and trade groups in 71 countries in carrying out commercial sales promotion programs under cooperative agreements. Such programs are jointly financed. Contributions from the Service come from foreign currencies received in payment for surplus commodities sold under title I of Public Law 480.

About one-fourth of U.S. agricultural exports move under Public Law 480 programs, largely the title I sales of surplus commodities for foreign currencies and to a lesser but increasing extent the long-term dollar credit sales under title IV. The Service develops title I and title IV sales agreements with governments of friendly foreign countries and develops and negotiates title IV sales agreements with the U.S. or foreign private trade entities. The Service is responsible for export shipment of the commodities and for assurance that such commodities actually are received and utilized in the importing countries. Also the Service, under title III of Public Law 480, is responsible for initiating and programing contracts involving the donation of surplus food commodities made available to voluntary and intergovernmental agencies that operate in over 100 countries of the world.

4. *Commodity programs.*—Information essential to foreign marketing of specific U.S. farm commodities is obtained, analyzed, and made available to U.S. farm and trade groups. Foreign agricultural competition similarly is analyzed and reported. Marketing programs, in which producers, exporters, and Government officials participate, are developed to maintain and expand the foreign market for U.S. farm products. Assistance is given to U.S. trade representatives in negotiations with foreign officials. Assistance is given to American exporters and foreign importers to bring them together under conditions favorable to trade.

5. *Barter and stockpiling.*—The Service, in cooperation with other Government agencies, conducts a barter program designed to utilize surplus agriculture commodities, in lieu of dollars, in acquiring from other countries, goods, materials, and equipment required by other Government agencies and for the national and supplemental stockpiles. This work is financed from other funds transferred from "Administrative expenses, Commodity Credit Corporation."

6. *General sales management.*—The Service administers a general sales management program to develop export sales and related pricing policies and programs, including dollar sales on short and long-term credit. The program also includes price and quality review. Foreign data such as prices, stocks, and rail, truck, barge, and ocean freight rates and other market information is collected for use in program development. Information concerning prices and other sales terms, sales programs, and commodity availabilities is furnished to U.S. exporters, foreign importers, and foreign government officials. This work is financed with funds transferred from "Administrative expenses, Commodity Credit Corporation."

Object Classification (in thousands of dollars)

Identification code 05-36-2900-0-1-355	1965 actual	1966 estimate	1967 estimate
FOREIGN AGRICULTURAL SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	7,669	7,994	8,546
11.3 Positions other than permanent.....	75	75	75
11.4 Special personal service payments.....	32	30	30
11.5 Other personnel compensation.....	57	55	55
Total personnel compensation.....	7,833	8,154	8,706
12.0 Personnel benefits.....	737	758	813
21.0 Travel and transportation of persons.....	671	690	678
22.0 Transportation of things.....	210	240	268
23.0 Rent, communications, and utilities.....	417	453	469
24.0 Printing and reproduction.....	177	179	180
25.1 Other services.....	11,956	13,577	13,502
25.2 Services of other agencies.....	1,146	1,338	1,394
26.0 Supplies and materials.....	131	150	155
31.0 Equipment.....	117	122	139
Total obligations, Foreign Agricultural Service.....	23,395	25,661	26,304
ALLOCATION TO COMMERCE			
22.0 Transportation of things.....	1	-----	-----
25.1 Other services.....	4	-----	-----
26.0 Supplies and materials.....	2	-----	-----
Total obligations, Commerce.....	7	-----	-----
99.0 Total obligations.....	23,402	25,661	26,304

Personnel Summary

Total number of permanent positions.....	909	921	973
Full-time equivalent of other positions.....	9	9	9
Average number of all employees.....	835	848	900
Average GS grade.....	9.3	9.3	9.4
Average GS salary.....	\$9,873	\$10,317	\$10,373
Average salary of ungraded positions.....	\$3,615	\$3,636	\$3,644

SALARIES AND EXPENSES (SPECIAL FOREIGN CURRENCY PROGRAM)

[Amounts heretofore appropriated under this head shall be available for payments in any foreign currencies owed to or owned by the United States.] (*Department of Agriculture and Related Agencies Appropriation Act, 1966.*)

Program and Financing (in thousands of dollar equivalents)

Identification code 05-36-2901-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Market development projects (program costs, funded).....	690	1,004	1,000
Change in selected resources ¹	270	-104	-----
10 Total obligations.....	960	900	1,000
Financing:			
17 Recovery of prior year obligations.....	-375	-----	-----
21 Unobligated balance available, start of year.....	-5,370	-4,785	-3,885
24 Unobligated balance available, end of year.....	4,785	3,885	2,885
New obligational authority.....	-----	-----	-----

¹ Selected resources as of June 30 are as follows:

	1964	1965 adjust- ments	1965	1966	1967
Unpaid undelivered orders.....	5,989	-375	5,926	5,829	5,829
Advances.....	439	-----	397	390	390
Total selected resources	6,428	-375	6,323	6,219	6,219

FOREIGN AGRICULTURAL SERVICE—Continued

General and special funds—Continued

SALARIES AND EXPENSES (SPECIAL FOREIGN CURRENCY PROGRAM)—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code	1965 actual	1966 estimate	1967 estimate
05-36-2901-0-1-355			
Relation of obligations to expenditures:			
10 Total obligations.....	960	900	1,000
70 Receipts and other offsets (items 11-17).....	-375		
71 Obligations affecting expenditures.....	585	900	1,000
72 Obligated balance, start of year.....	7,104	6,334	6,234
74 Obligated balance, end of year.....	-6,334	-6,234	-6,234
90 Expenditures.....	1,355	1,000	1,000

Market development projects.—Foreign currencies generated by the sale of surplus agricultural commodities under title I of the Agricultural Trade Development and Assistance Act of 1954, as amended, as well as foreign currencies acquired by the United States from other sources, are used by the Foreign Agricultural Service to develop new foreign markets and expand existing markets for U.S. agricultural commodities, including cotton, dairy products, fats and oils, grain, feed, livestock and meat, poultry, fruits and vegetables, and tobacco.

The type of market development projects being carried out include sales promotion campaigns, trade fairs and exhibits, nutrition demonstrations, and market analyses. In 1967 it is planned that the unobligated balance brought forward in this appropriation will be used to purchase those currencies necessary to carry on the program. Dollar funds for use in other countries are included in the appropriation Salaries and expenses.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-36-2901-0-1-355			
FOREIGN AGRICULTURAL SERVICE			
11.1 Personnel compensation: Permanent positions.....	69	90	88
12.0 Personnel benefits.....	3	4	4
21.0 Travel and transportation of persons.....	202	210	220
22.0 Transportation of things.....	5	5	5
23.0 Rent, communications, and utilities.....	60	66	68
24.0 Printing and reproduction.....	5	5	5
25.1 Other services.....	256	323	413
25.2 Services of other agencies.....	326	170	170
26.0 Supplies and materials.....	15	15	15
31.0 Equipment.....	12	12	12
Total obligations, Foreign Agricultural Service.....	953	900	1,000
ALLOCATION TO COMMERCE			
23.0 Rent, communications, and utilities.....	7		
Total obligations, Commerce.....	7		
99.0 Total obligations.....	960	900	1,000

Personnel Summary

Total number of permanent positions.....	27	27	27
Average number of all employees.....	27	27	27
Average salary of ungraded positions.....	\$3,615	\$3,636	\$3,644

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-36-3991-0-4-355			
Program by activities:			
1. Commodity Credit Corporation representatives for sales, barter, and stockpiling.....	2	2	2
2. Market development projects.....	27		
3. Agency for International Development (funds appropriated to the President).....	120	145	148
4. Sale of personal property.....	9	10	10
5. Miscellaneous service to other accounts.....	61	49	49
Total program costs, funded.....	219	206	209
Portion of foregoing originally charged to allocations from the Agency for International Development.....	-120	-72	
10 Total obligations.....	99	134	209
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts.....	-63	-124	-199
14 Non-Federal sources ¹	-36	-10	-10
New obligatory authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	99	134	209
70 Receipts and other offsets (items 11-17).....	-99	-134	-209
71 Obligations affecting expenditures.....			
90 Expenditures.....			

¹ Reimbursements from non-Federal sources are the proceeds of space rentals and sale of exhibit commodities (5 U.S.C. 577) and proceeds from the sale of personal property being replaced (40 U.S.C. 481 (c)).

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-36-3991-0-4-355			
Personnel compensation:			
11.1 Permanent positions.....	146	165	168
11.5 Other personnel compensation.....	3	1	1
Total personnel compensation.....	149	166	169
12.0 Personnel benefits.....	12	13	13
21.0 Travel and transportation of persons.....	5	1	1
22.0 Transportation of things.....	2	1	1
25.1 Other services.....	28		
25.2 Services of other agencies.....	14	15	15
31.0 Equipment.....	9	10	10
Subtotal.....	219	206	209
96.0 Portion of foregoing originally charged to allocations from the Agency for International Development.....	-120	-72	
99.0 Total obligations.....	99	134	209

Personnel Summary

Total number of permanent positions.....	21	21	21
Average number of all employees.....	21	21	21
Average GS grade.....	9.3	9.3	9.3
Average GS salary.....	\$9,873	\$10,317	\$10,373

INTERNATIONAL AGRICULTURAL DEVELOPMENT SERVICE

The Service administers the Department's responsibilities in the agricultural phases of the foreign economic assistance programs. This includes direction of the Department's activities under agreement with AID, particularly in agricultural assistance and training programs for foreign areas. It maintains relationships with international and U.S. organizations, including the land-grant institutions, farm organizations, foundations, and other agricultural groups to utilize the scientific and institutional competence of American agriculture in carrying out such programs. The Service is financed entirely with funds allocated from the Agency for International Development.

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-38-3900-0-4-152	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Training of foreign participants.....	570	621	642
2. Technical consultation and support service.....	193	235	253
3. Special projects.....	263	602	605
4. Project leaders.....	154	167	167
5. Subsistence for foreign trainees while in the United States.....	7,262	7,300	7,300
Portion of foregoing originally charged to allocations from the Agency for International Development (funds appropriated to the President).....	-8,443	-4,462	-----
10 Total program costs, funded—obligations.....	-----	4,463	8,967
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts.....	-----	-4,463	-8,967
New obligatory authority	-----	-----	-----
Relation of obligations to expenditures:			
10 Total obligations.....	-----	4,463	8,967
70 Receipts and other offsets (items 11-17).....	-----	-4,463	-8,967
71 Obligations affecting expenditures.....	-----	-----	-----
90 Expenditures.....	-----	-----	-----

Object Classification (in thousands of dollars)

Personnel compensation:			
11.1 Permanent positions.....	681	802	842
11.3 Positions other than permanent.....	36	38	40
11.4 Special personal service payments.....	101	270	270
11.5 Other personnel compensation.....	3	-----	-----
Total personnel compensation	822	1,110	1,152
12.0 Personnel benefits.....	59	82	83
21.0 Travel and transportation of persons.....	204	284	289
22.0 Transportation of things.....	1	9	6
23.0 Rent, communications, and utilities.....	23	25	25
24.0 Printing and reproduction.....	14	17	17
25.1 Other services.....	35	46	46
25.2 Services of other agencies.....	11	32	31
26.0 Supplies and materials.....	5	9	9
31.0 Equipment.....	6	11	9

Object Classification (in thousands of dollars)—Continued

Identification code 05-38-3900-0-4-152	1965 actual	1966 estimate	1967 estimate
41.0 Grants, subsidies, and contributions.....	7,262	7,300	7,300
96.0 Portion of foregoing originally charged to allocations from the Agency for International Development.....	-8,443	-4,462	-----
99.0 Total obligations.....	-----	4,463	8,967

Personnel Summary

Total number of permanent positions.....	77	86	86
Full-time equivalent of other positions.....	3	4	4
Average number of all employees.....	73	83	86
Average GS grade.....	8.8	9.0	9.0
Average GS salary.....	\$9,685	\$10,186	\$10,276

UNDISTRIBUTED AID PROGRAM IN DEPARTMENT

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-38-3990-0-4-152	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Anticipated program—undistributed.....	-----	1,056	2,904
Agency for International Development funds appropriated to the President.....	-----	-528	-----
10 Total program costs, funded—obligations.....	-----	528	2,904
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts.....	-----	-528	-2,904
New obligatory authority	-----	-----	-----
Relation of obligations to expenditures:			
10 Total obligations.....	-----	528	2,904
70 Receipts and other offsets (items 11-17).....	-----	-528	-2,904
71 Obligations affecting expenditures.....	-----	-----	-----
90 Expenditures.....	-----	-----	-----

Object Classification (in thousands of dollars)

11.1 Personnel compensation: Permanent positions.....	772	2,301
12.0 Personnel benefits.....	56	166
21.0 Travel and transportation of persons.....	108	207
22.0 Transportation of things.....	120	230
96.0 Portion of foregoing originally charged to allocations from Agency for International Development.....	-528	-----
99.0 Total obligations.....	528	2,904

Personnel Summary

Total number of permanent positions.....	150	200
Average number of all employees.....	60	175
Average FC grade.....	4.8	4.9
Average FC salary.....	\$13,168	\$13,132

COMMODITY EXCHANGE AUTHORITY

SALARIES AND EXPENSES

For necessary expenses to carry into effect the provisions of the Commodity Exchange Act, as amended (7 U.S.C. 1-17a), [\$1,169,000] \$1,398,000. (Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-40-1900-0-1-355			
Program by activities:			
1. Licensing and auditing of brokerage houses.....	318	296	299
2. Supervision of futures trading.....	601	637	686
3. Investigations.....	238	264	413
Total program costs, funded ¹	1,157	1,197	1,398
Change in selected resources ²	6		
10 Total obligations.....	1,163	1,197	1,398
Financing:			
25 Unobligated balance lapsing.....	6		
New obligational authority.....	1,169	1,197	1,398
New obligational authority:			
40 Appropriation.....	1,169	1,169	1,398
44 Proposed supplemental for civilian pay increases.....		28	
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)...	1,163	1,197	1,398
72 Obligated balance, start of year.....	54	69	64
74 Obligated balance, end of year.....	-69	-64	-71
77 Adjustments in expired accounts.....	-4		
90 Expenditures excluding pay increase supplemental.....	1,144	1,176	1,389
91 Expenditures from civilian pay increase supplemental.....		26	2

¹ Includes capital outlay as follows: 1965, \$8 thousand; 1966, \$2 thousand; 1967, \$4 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$7 thousand (1965 adjustments, -\$4 thousand); 1965, \$8 thousand; 1966, \$8 thousand; 1967, \$8 thousand.

The major objectives of the Commodity Exchange Authority are to maintain fair and competitive pricing in the commodity futures markets by preventing manipulation and other abusive trading practices. Enforcement of the Commodity Exchange Act requires supervision over 17 regulated commodities on 17 exchanges currently designated as contract markets. Futures trading for all regulated commodities combined has shown marked increases for 3 successive years. Trading volume of 14 million transactions in fiscal year 1965 exceeded the record level of 12.8 million transactions in fiscal year 1964 in a sharp upward movement which brought trading to 40% over the fiscal year 1962 level. Similarly, the estimated dollar value of commodity trading for all regulated commodities has increased almost steadily from \$36.7 billion in fiscal year 1962 to \$73.5 billion in fiscal year 1965, an increase of over 100% in that period. This increase places commodity trading at a level nearly equal to that of stock market trading.

1. *Licensing and auditing of brokerage houses.*—This consists of (a) prevention of the misuse of customers'

funds by the analysis of financial statements of futures commission merchants and the periodic audits of their books and records; and (b) annual registration of futures commission merchants and floor brokers.

AUDITS AND REGISTRATIONS

	1965 actual	1966 estimate	1967 estimate
Audit of customers' segregated funds.....	467	530	530
Accounts examined.....	32,809	38,000	38,000
Financial statements examined.....	410	410	410
Futures commission merchants registered.....	409	410	410
Floor brokers registered.....	736	760	760

2. *Supervision of futures trading.*—This embraces (a) examination and analysis of reports and other market data, making market position surveys, and publication of reports on market situations; (b) establishment, review, and enforcement of speculative limits; and (c) cooperative activities with control committees of contract markets.

REPORTS TABULATED AND ANALYZED

	1965 actual	1966 estimate	1967 estimate
Daily trading volume and open contracts.....	178,975	200,000	200,000
Daily and weekly reports on large traders.....	348,996	400,000	400,000
Delivery notices.....	55,596	75,000	75,000

3. *Investigations.*—Apparent or alleged violations of the law and regulations are investigated, and trade practice surveys are made to discover violations. The Authority also prepares and presents evidence of violations in administrative hearings and judicial proceedings. Exchange rules and regulations are reviewed to insure that legal requirements are met.

INVESTIGATIONS AND PROCEEDINGS

	1965 actual	1966 estimate	1967 estimate
Compliance investigations completed.....	51	55	55
Trade practice investigations completed.....	1	2	1
Criminal prosecutions instituted.....	1	1	1
Administrative proceedings instituted.....	7	7	7

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-40-1900-0-1-355			
Personnel compensation:			
11.1 Permanent positions.....	974	1,038	1,215
11.5 Other personnel compensation.....	1	1	1
Total personnel compensation.....	975	1,039	1,216
12.0 Personnel benefits.....	74	78	91
21.0 Travel and transportation of persons.....	24	15	15
22.0 Transportation of things.....	3	1	1
23.0 Rent, communications, and utilities.....	34	31	34
24.0 Printing and reproduction.....	13	10	10
25.1 Other services.....	12	5	8
25.2 Services of other agencies.....	10	7	9
26.0 Supplies and materials.....	7	8	10
31.0 Equipment.....	11	3	4
99.0 Total obligations.....	1,163	1,197	1,398

Personnel Summary

Total number of permanent positions.....	126	127	148
Average number of all employees.....	119	123	144
Average GS grade.....	7.7	7.6	7.9
Average GS salary.....	\$8,090	\$8,485	\$8,496

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE

General and special funds:

EXPENSES, AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE

For necessary administrative expenses of the Agricultural Stabilization and Conservation Service, including expenses to formulate and carry out programs authorized by title III of the Agricultural Adjustment Act of 1938, as amended (7 U.S.C. 1301-1393); Sugar Act of 1948, as amended (7 U.S.C. 1101-1161); sections 7 to 15, 16(a), 16(d), 16(e), 16(f), [16(h),] and 17 of the Soil Conservation and Domestic Allotment Act, as amended (16 U.S.C. 590g-590q; 7 U.S.C. 1010-1011); subtitles B and C of the Soil Bank Act (7 U.S.C. 1831-1837, 1802-1814, and 1816); and laws pertaining to the Commodity Credit Corporation, [\$126,278,500] \$135,891,000: *Provided*, That, in addition, not to exceed [\$81,933,500] \$77,545,000 may be transferred to and merged with this appropriation from the Commodity Credit Corporation fund (including not to exceed [\$34,874,000] \$30,008,000 under the limitation on Commodity Credit Corporation administrative expenses): *Provided further*, That other funds made available to the Agricultural Stabilization and Conservation Service for authorized activities may be advanced to and merged with this appropriation: *Provided further*, That no part of the funds appropriated or made available under this Act shall be used (1) to influence the vote in any referendum; (2) to influence agricultural legislation, except as permitted in 18 U.S.C. 1913; or (3) for salaries or other expenses of members of county and community committees established pursuant to section 8(b) of the Soil Conservation and Domestic Allotment Act, as amended, for engaging in any activities other than advisory and supervisory duties and delegated program functions prescribed in administrative regulations. (7 U.S.C. 281, 442-449, 608c, 624, 1282, 1421-1432, 1441-1449, 1641-1642, 1691-1697, 1701-1709, 1721-1724, 1731-1736, 1741-1747, 1781-1787, 1851-1854, 1856-1857, 1859; 15 U.S.C. 712a, 713a-10, 713a-13, 714-714p; 22 U.S.C. 1922; 31 U.S.C. 841, 846-852, 866-868c; 50 U.S.C. App. 1917; 71 Stat. 290; 76 Stat. 218; 78 Stat. 173-183; 79 Stat. 12-13, 21-23; 79 Stat. 1187-1213; 79 Stat. 1271-1281; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-44-3300-0-1-351	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Program formulation and appraisal.....	4,080	3,974	4,028
2. Operation of supply adjustment, conservation, and price support programs.....	175,291	190,168	187,431
3. Inventory management and merchandising.....	28,544	28,323	28,603
Total program costs, funded ¹	207,915	222,465	220,062
Amount originally advanced to this account but currently reflected in "Consumer protective, marketing and regulatory programs, Consumer and Marketing Service".....	2,300		
Change in selected resources ²	-659		
10 Total obligations.....	209,556	222,465	220,062
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts:			
Commodity Credit Corporation Fund.....	-91,168	-84,916	-75,144
Emergency preparedness functions.....	-92	-71	-91
Economic development program (Commerce).....	-38		
Other.....	-3,510	-3,834	-3,983
13 Trust fund accounts.....	-29		
14 Non-Federal sources ³	-6,173	-7,366	-4,953
25 Unobligated balance lapsing.....	6		
40 New obligational authority (appropriation).....	108,552	126,278	135,891

Program and Financing (in thousands of dollars)—Continued

Identification code 05-44-3300-0-1-351	1965 actual	1966 estimate	1967 estimate
Relation of obligations to expenditures:			
10 Total obligations.....	209,556	222,465	220,062
70 Receipts and other offsets (items 11-17).....	-101,010	-96,187	-84,171
71 Obligations affecting expenditures.....	108,546	126,278	135,891
72 Obligated balance, start of year.....	9,316	9,566	10,752
74 Obligated balance, end of year.....	-9,566	-10,752	-12,121
77 Adjustments in expired accounts.....	-410		
90 Expenditures.....	107,886	125,092	134,522

¹ Includes capital outlay as follows: 1965, \$223 thousand; 1966, \$223 thousand; 1967, \$223 thousand.

² Selected resources as of June 30 are as follows:

	1964	1965	1966	1967
Stores.....	136	128	128	128
Unpaid, undelivered orders.....	2,172	1,521	1,521	1,521
Total selected resources.....	2,308	1,649	1,649	1,649

³ Reimbursements from non-Federal sources are in large part service charges from producers and receipts from sales of aerial photographs (7 U.S.C. 1387).

This account includes funds to cover expenses of programs administered by, and functions assigned to, the Agricultural Stabilization and Conservation Service. The funds consist of direct appropriation, transfers from the Commodity Credit Corporation, and miscellaneous advances from other sources. This is a consolidated account for administrative expenses of national, commodity, State, and county offices.

The commodity offices and the data processing center in Kansas City play an important role in administering price support programs and the field operations stemming from producer loan and purchase agreements, inventory management, and merchandising activities.

The State committees are in general administrative charge of all programs carried out in their respective States. Within the framework of national policy, they determine the policies to be followed and direct the adaptation of national programs to the State.

The Agricultural Stabilization and Conservation county committees are responsible for the local administration of programs. They carry out all functions dealing directly with farmers. The elected county committee is in charge of the county office.

The programs and activities carried out by this Service include: Agricultural conservation program, acreage allotment and marketing quota programs, Sugar Act program, conservation reserve program, cropland conversion program, wheat diversion program, feed grain program, Wool Act program, granary storage program, and price support and related programs.

The activities carried out by the Agricultural Stabilization and Conservation Service fall within three major categories:

1. *Program formulation and appraisal.*—The supply adjustment, conservation, and the price support programs and the management and merchandising of commodities acquired under the price support program have a tremendous impact on the national and, to a lesser extent, the international economy. This activity provides for constant review of the effectiveness of these programs. It also provides for the analysis of data to formulate even more effective programs.

2. *Operation of supply adjustment, conservation, and price support programs.*—This activity includes all functions

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE—Continued

General and special funds—Continued

EXPENSES, AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE—Continued

dealing with the administration of programs carried out through the farmer committee system, including: (a) developing program regulations and procedures, (b) holding meetings with employees and producers to discuss new programs or changes in existing programs, (c) collecting and compiling basic data for individual farms, (d) establishing individual farm allotments, (e) establishing proportionate shares for sugar farms, when necessary, (f) notifying producers of allotments, proportionate shares, productivity indexes, and payment rates, (g) determining farm marketing allocations, (h) handling appeals, (i) determining county normal yields, (j) conducting referendums and certifying results, (k) checking compliance with acreage allotments and use of diverted acres, (l) developing pooling agreements under which several farmers work jointly to solve a common conservation problem which cannot be solved by individual action, (m) issuing marketing cards so that production from the allotted acreage can be marketed without penalty, (n) processing producer requests for conservation cost-sharing, and (o) processing commodity loan documents and issuing sight drafts.

3. *Inventory management and merchandising.*—This activity includes (a) overall management of CCC-owned commodities, (b) selling commodities, (c) donating commodities, and (d) accounting for loans and commodities. The value of the commodities owned by CCC on June 30, 1965, was about \$3.9 billion.

The volume of work in 1965 under some of the major programs financed from this account is set forth below:

ACREAGE ALLOTMENTS AND MARKETING QUOTAS

	Number of allotments	Counties in program
Tobacco.....	771,314	929
Peanuts.....	112,241	474
Cotton.....	736,511	1,073
Rice.....	22,423	156

AGRICULTURAL CONSERVATION PROGRAM

Requests for cost-sharing.....	2,290,720
Conservation materials and services orders.....	1,289,661
Applications for payment.....	1,677,781
Pooling agreements.....	4,486

SUGAR ACT PROGRAM

Participating ownership tracts.....	60,773
Estimated planted acreage.....	2,237,300
Fields measured for abandonment.....	8,821

CONSERVATION RESERVE PROGRAM

Number of whole farm contracts.....	120,682
Number of part farm contracts.....	45,284

FEED GRAIN PROGRAM

Number of farms signed up.....	1,500,137
Number of intended diverted acres.....	32,400,000

WHEAT DIVERSION PROGRAM

Number of farms signed up.....	910,443
Number of intended diverted acres.....	5,100,000

PRICE SUPPORT PROGRAM

Reinspection of farm-stored loans.....	638,066
Number of loan repayments received.....	402,553

PRICE SUPPORT PROGRAM—Continued

Farm-stored loans taken over.....	107,323
Number of reseals.....	245,846
Number of warehouse loans acquired.....	85,219

WOOL ACT PROGRAM

Number of applications for payment.....	381,957
Number of assignments.....	4,115

LOAN SERVICE CHARGES

Number of application for price support.....	265,690
Number of farm storage loans.....	181,602
Number of warehouse loans.....	118,562
Number of farm storage facility and mobile dryer loan applications.....	8,609

GRAIN STORAGE STRUCTURES

Maintenance of sites and structures (number of sites).....	230,650
Care of grain (number of bushels in storage).....	431,430,602
Handling of grain (number of bushels).....	145,577,841

CROPLAND CONVERSION PROGRAM

Number of agreements.....	5,727
Number of acres.....	334,300

Object Classification (in thousands of dollars)

Identification code 05-44-3300-0-1-351	1965 actual	1966 estimate	1967 estimate
AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	40,531	41,528	42,457
11.3 Positions other than permanent.....	2,225	2,085	1,774
11.5 Other personnel compensation.....	612	562	564
Total personnel compensation.....	43,368	44,175	44,795
12.0 Personnel benefits.....	3,306	3,668	3,718
13.0 Benefits for former personnel.....			
21.0 Travel and transportation of persons.....	3,358	3,229	3,020
22.0 Transportation of things.....	376	376	376
23.0 Rent, communications, and utilities.....	8,065	8,100	8,060
24.0 Printing and reproduction.....	1,402	1,475	1,420
25.1 Other services.....	1,079	1,200	1,200
25.2 Services of other agencies.....	1,506	1,525	1,525
26.0 Supplies and materials.....	1,207	1,266	1,266
31.0 Equipment.....	228	171	171
32.0 Lands and structures.....			
33.0 Investments and loans.....			
41.0 Grants, subsidies, and contributions.....	140,556	157,042	154,300
42.0 Insurance claims and indemnities.....	37		
43.0 Interest and dividends.....			
44.0 Refunds.....	2,574		
96.0 Add amount originally advanced to this account but currently reflected in "Consumer protective, marketing and regulatory programs, Consumer and Marketing Service".....	2,300		
Total obligations, Agricultural Stabilization and Conservation Service.....	209,362	222,227	219,851
ALLOTMENT ACCOUNTS			
Personnel compensation:			
11.1 Permanent positions.....	148	189	167
11.5 Other personnel compensation.....	3	4	4
Total personnel compensation.....	151	193	171
12.0 Personnel benefits.....	11	16	14
21.0 Travel and transportation of persons.....	7	7	7
22.0 Transportation of things.....	6	5	5
23.0 Rent, communications, and utilities.....	5	5	5
25.1 Other services.....	2	2	2
26.0 Supplies and materials.....	1		
31.0 Equipment.....	1		
41.0 Grants, subsidies, and contributions.....	10	10	7
Total obligations, allotment accounts.....	194	238	211
99.0 Total obligations.....	209,556	222,465	220,062

Object Classification (in thousands of dollars)—Continued

Identification code 05-44-3300-0-1-351	1965 actual	1966 estimate	1967 estimate
Obligations are distributed as follows:			
Agricultural Stabilization and Conservation Service.....	209,362	222,227	219,851
Forest Service.....	160	159	160
Office of General Counsel.....	34	79	51

Personnel Summary

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE			
Total number of permanent positions.....	5,504	5,449	5,435
Full-time equivalent of other positions.....	376	356	298
Average number of all employees.....	5,694	5,553	5,565
Average GS grade.....	7.3	7.4	7.4
Average GS salary.....	\$7,622	\$7,966	\$7,977
Average salary of ungraded positions.....	\$5,427	\$5,427	\$5,427
ALLOTMENT ACCOUNTS			
Total number of permanent positions.....	21	21	21
Average number of employees.....	19	21	21
Average GS grade.....	8.0	8.0	8.0
Average GS salary.....	\$8,081	\$8,185	\$8,174

SUGAR ACT PROGRAM

For necessary expenses to carry into effect the provisions of the Sugar Act of 1948 (7 U.S.C. 1101-1161), [\$95,000,000] \$80,000,000, to remain available until June 30 of the next succeeding fiscal year. (79 Stat. 1271-1281; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-44-3305-0-1-351	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Payments to sugar producers:			
(a) Continental beet area.....	55,672	54,651	45,248
(b) Continental cane area.....	16,469	14,414	12,921
(c) Offshore cane area.....	23,859	25,935	21,831
10 Total program costs, funded—obligations (object class 41.0).....	96,000	95,000	80,000
Financing:			
40 New obligatory authority (appropriation).....	96,000	95,000	80,000
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	96,000	95,000	80,000
72 Obligated balance, start of year.....	547	4,430	5,341
74 Obligated balance, end of year.....	-4,430	-5,341	-209
77 Adjustments in expired accounts.....	-9		
90 Expenditures.....	92,108	94,089	85,132

Total U.S. requirements and quotas are determined. The objectives are to provide consumers with adequate supplies of sugar at reasonable prices, to protect the domestic sugar industry, and to promote the export trade of the United States. The quota for each domestic area is allotted to individual sellers when necessary to achieve orderly marketing. Restrictive farm acreage allotments are established for producers when necessary to avoid surpluses.

Payments are made which supplement the income of domestic producers of cane and beets. Payments require compliance with specified conditions of employment, production, and price. Payments are also made for abandonment of planted acreage and crop deficiencies on harvested acreage due to natural calamities.

The decrease of \$15 million proposed for 1967 is due to two factors. One is the establishment of restrictive proportionate shares on both the 1966 sugarbeet crop and the 1966 sugarcane crop in the Mainland cane area. The other factor is an assumption that actual production from the 1965 and 1966 crops will be less than indicated by current estimates.

Tax collections from imports of sugar exceed total obligations by nearly \$545 million for fiscal years 1938 through 1965.

Estimated production by areas is shown in the following table:

THOUSANDS OF SHORT TONS, RAW VALUE

Area	1964 crop year	1965 crop year	1966 crop year
Continental beet area.....	3,320	3,000	3,025
Continental cane area.....	1,147	1,100	1,100
Hawaii.....	1,179	1,200	1,200
Puerto Rico.....	897	1,000	1,000
Virgin Islands.....	16	4	10
Total.....	6,559	6,304	6,335

AGRICULTURAL CONSERVATION PROGRAM

For necessary expenses to carry into effect the program authorized in sections 7 to 15, 16(a), and 17 of the Soil Conservation and Domestic Allotment Act, approved February 29, 1936, as amended (16 U.S.C. 590g-590(o), 590p(a), and 590q), including not to exceed \$6,000 for the preparation and display of exhibits, including such displays at State, interstate, and international fairs within the United States, \$220,000,000, to remain available until December 31 of the next succeeding fiscal year for compliance with the programs of soil-building and soil- and water-conserving practices authorized under this head in the Department of Agriculture and Related Agencies Appropriation Acts, [1964] 1965 and [1965] 1966, carried out during the period July 1, [1963] 1964, to December 31, [1965] 1966, inclusive: *Provided*, That none of the funds herein appropriated shall be used to pay the salaries or expenses of any regional information employees or any State information employees, but this shall not preclude the answering of inquiries or supplying of information at the county level to individual farmers: *Provided further*, That no portion of the funds for the current year's program may be utilized to provide financial or technical assistance for drainage on wetlands now designated as Wetland Types 3 (III), 4 (IV), and 5 (V) in United States Department of the Interior, Fish and Wildlife Service Circular 39, Wetlands of the United States, 1956: *Provided further*, That necessary amounts shall be available for administrative expenses in connection with the formulation and administration of the [1966] 1967 program of soil-building and soil- and water-conserving practices, including related wildlife conserving practices, under the Act of February 29, 1936, as amended (amounting to [\$220,000,000] \$100,000,000, excluding administration, except that no participant shall receive more than \$2,500, except where the participants from two or more farms or ranches join to carry out approved practices designed to conserve or improve the agricultural resources of the community): *Provided further*, That not to exceed 5 per centum of the allocation for the current year's agricultural conservation program for any county may, on the recommendation of such county committee and approval of the State committee, be withheld and allotted to the Soil Conservation Service for services of its technicians in formulating and carrying out the agricultural conservation program in the participating counties, and shall not be utilized by the Soil Conservation Service for any purpose other than technical and other assistance in such counties, and in addition, on the recommendation of such county committee and approval of the State committee, not to exceed 1 per centum may be made available to any other Federal, State, or local public agency for the same purpose and under the same conditions: *Provided further*, That for the current year's program \$2,500,000 shall be available

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE—Continued

General and special funds—Continued

AGRICULTURAL CONSERVATION PROGRAM—Continued

for technical assistance in formulating and carrying out agricultural conservation practices: *Provided further*, That such amounts shall be available for the purchase of seeds, fertilizers, lime, trees, or any other farming material, or any soil-terracing services, and making grants thereof to agricultural producers to aid them in carrying out farming practices approved by the Secretary under programs provided for herein: *Provided further*, That no part of any funds available to the Department, or any bureau, office, corporation, or other agency constituting a part of such Department, shall be used in the current fiscal year for the payment of salary or travel expenses of any person who has been convicted of violating the Act entitled "An Act to prevent pernicious political activities", approved August 2, 1939, as amended, or who has been found in accordance with the provisions of title 18, United States Code, section 1913, to have violated or attempted to violate such section which prohibits the use of Federal appropriations for the payment of personal services or other expenses designed to influence in any manner a Member of Congress to favor or oppose any legislation or appropriation by Congress except upon request of any Member or through the proper official channels. (7 U.S.C. 1010-1011, 1334 notes, 1379a note, 1427, 1923; 16 U.S.C. 590g-590h, 590p-1; 22 U.S.C. 287i-287l; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-44-3315-0-1-354			
Program by activities:			
10 Cost-sharing assistance to farmers (costs—obligations) (object class 41.0).....	220,000	220,000	100,000
Financing:			
49 New obligatory authority (contract authorization) (78 Stat. 870, 79 Stat. 1173).....	220,000	220,000	100,000
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	220,000	220,000	100,000
Obligated balance, start of year (allocation to States):			
72.40 Appropriation.....	11,681	20,364	21,382
72.49 Contract authorization.....	225,000	220,000	220,000
Obligated balance, end of year (allocation to States):			
74.40 Appropriation.....	-20,364	-21,382	-31,274
74.49 Contract authorization.....	-220,000	-220,000	-100,000
77 Adjustments in expired accounts.....	-179		
90 Expenditures.....	216,139	218,982	210,108

Note.—Obligations and balances in this schedule are based on allocations to States.

Status of Unfunded Contract Authorization (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
Unfunded balance, start of year.....	225,000	220,000	220,000
Contract authorization.....	220,000	220,000	100,000
Unfunded balance, end of year.....	-220,000	-220,000	-100,000
Appropriation to liquidate contract authorization.....	225,000	220,000	220,000

This program is designed to encourage conservation by sharing with farmers, ranchers, and woodland owners the

cost of carrying out approved soil-building and soil- and water-conserving practices, including related wildlife-conserving practices. These are practices which farmers generally would not perform to the needed extent with their own resources. The rate of cost-sharing averages about 50% of the cost. Cost-sharing may be in the form of conservation materials and services or a payment after completion of the practice.

Conservation measures offered include those primarily designed to establish permanent protective cover, improve and protect established vegetative cover, conserve and dispose of water, establish temporary vegetative cover, temporarily protect soil from wind and water erosion, and benefit wildlife.

Beginning with the 1966 program, several changes in practices have been made which are designed to help achieve shifts from row crops and small grain crops to less intensive use.

Under the 1964 program, new or additional practices were established on 1,080,015 farms and ranches. These contained 159 million acres of cropland and 387 million acres of farmland. The following practices, along with others, were installed under the 1964 program:

[In thousands]

Constructing water storage reservoirs.....	structures..	64
Constructing terraces.....	acres..	597
Establishing stripcropping systems.....	acres..	412
Establishing permanent sod waterways.....	acres..	37
Establishing or improving enduring vegetative cover.....	acres..	6,444
Controlling competitive shrubs on range or pasture.....	acres..	1,665
Water supply and management on existing cropland and pasture through:		
Better irrigated land practices.....	farms..	25
Better drainage practices.....	farms..	54
Planting trees and shrubs.....	acres..	205
Improving stands of forest trees.....	acres..	157

Funds are distributed among the States on the basis of conservation needs. They are, in turn, distributed by the Agricultural Stabilization and Conservation State committees to counties. The county committees approve conservation practice cost-sharing for eligible persons.

Loans from Commodity Credit Corporation are used to make advance payments to vendors. These payments are for conservation materials and services furnished to farmers and ranchers prior to the time funds are appropriated each year. Repayment is made from balances of prior appropriations or from new funds appropriated.

The status of the loan account is:

AMOUNTS REPAYED OR ESTIMATED TO BE REPAYED ON COMMODITY CREDIT CORPORATION LOANS

[In thousands of dollars]

	1965 actual	1966 estimate	1967 estimate	Total
Balance of 1964 loan.....	49,360	-----	-----	49,360
Balance of 1965 loan.....	-----	46,400	-----	46,400
1966 loan.....	-----	-----	49,000	49,000
Total.....	49,360	46,400	49,000	144,760
Interest.....	(681)	(186)	(186)	(1,053)

A level of \$100 million for the 1967 program is proposed excluding administrative expenses. Payments for the 1967 program will be made from the 1968 appropriation.

APPALACHIAN REGION CONSERVATION PROGRAM

For necessary expenses, not otherwise provided for, to carry into effect section 203 of the Appalachian Regional Development Act of 1965, \$4,375,000, to remain available until expended. (79 Stat. 12-13, 21-23.)

Program and Financing (in thousands of dollars)

Identification code 05-44-3318-0-1-354	1965 actual	1966 estimate	1967 estimate
Program by activities:			
10 Appalachian region conservation program (costs—obligations).....	215	6,785	4,375
Financing:			
21 Unobligated balance available, start of year.....		-6,785	
24 Unobligated balance available, end of year.....	6,785		
40 New obligational authority (appropriation).....	7,000		4,375
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	215	6,785	4,375
90 Expenditures.....	215	6,785	4,375

This long-term program provides cost-sharing assistance to landowners, operators, or occupiers of land in the Appalachian region. Contracts with such people provide for land stabilization, erosion and sediment control, reclamation through changes in land use, and the establishment of measures for the conservation and development of soil, water, woodland, wildlife, and recreation resources. This program supplements other conservation programs of the Department in the designated counties of those States in the Appalachian region. Cost-sharing agreements are limited to periods of not less than 3 years nor more than 10 years. The Federal share may not exceed 80% of the treatment cost on not more than 50 acres of land for any person.

It is anticipated that about 7,300 agreements will be made covering about 255,000 acres during the period ending June 30, 1966.

Object Classification (in thousands of dollars)

Identification code 05-44-3318-0-1-354	1965 actual	1966 estimate	1967 estimate
25.3 Payments to "Expenses, Agricultural Stabilization and Conservation Service".....	215	410	
41.0 Grants, subsidies, and contributions.....		6,375	4,375
99.0 Total obligations.....	215	6,785	4,375

CROPLAND CONVERSION PROGRAM

For necessary expenses to promote the conservation and economic use of land pursuant to the provisions of section 16(e) of the Soil Conservation and Domestic Allotment Act (16 U.S.C. 590h, 590p), as amended, **[\$7,500,000]** \$10,000,000, to remain available until expended. (*Department of Agriculture and Related Agencies Appropriation Act, 1966.*)

Program and Financing (in thousands of dollars)

Identification code 05-44-3333-0-1-351	1965 actual	1966 estimate	1967 estimate
Program by activities:			
10 Adjustment, cost-sharing and technical assistance (costs—obligations) (object class 41.0).....	14,985	7,515	10,000

Program and Financing (in thousands of dollars)—Continued

Identification code 05-44-3333-0-1-351	1965 actual	1966 estimate	1967 estimate
Financing:			
Unobligated balance available, start of year:			
21.40 Appropriation.....		-15	
21.49 Contract authorization.....	-10,000		
24.40 Unobligated balance available, end of year: Appropriation.....	15		
25.49 Unobligated balance lapsing: Contract authorization.....	5,000	2,500	
69 New obligational authority (permanent contract authorization) (16 U.S.C. 590p).....	10,000	10,000	10,000
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	14,985	7,515	10,000
72.40 Obligated balance, start of year: Appropriation.....	2,257	7,576	5,353
74.40 Obligated balance, end of year: Appropriation.....	-7,576	-5,353	-5,436
90 Expenditures.....	9,667	9,738	9,917

Status of Unfunded Contract Authorization (in thousands of dollars)

Unfunded balance, start of year.....	10,000		
Contract authorization.....	10,000	10,000	10,000
Unfunded balance, lapsing.....	-5,000	-2,500	
Appropriation to liquidate contract authorization.....	15,000	7,500	10,000

Long-range agreements are approved with farmers and ranchers to make changes in their cropping systems and land uses. These agreements are for two purposes. They change permanently to better use cropland which is not well suited for crop use. They also temporarily shift to better use land which is suitable for crop use but not needed for crops at present.

The agreements provide for payments, the furnishing of materials and services, and other assistance to farmers. In return, farmers change the land use and install and maintain conservation practices. Agreements are for 5 or 10 years. Adjustment payments are made either upon approval of the contracts or in installments within a period of not more than 5 years. Land treatment practice payments are made after the practice is installed.

The law places a limit of \$10 million on payments which are required to be made in a calendar year under signed agreements.

CROPLAND ADJUSTMENT PROGRAM

For necessary expenses to carry into effect a Cropland Adjustment Program as authorized by the Food and Agriculture Act of 1965, including reimbursement to Commodity Credit Corporation, \$200,000,000: Provided, That agreements entered into during the fiscal year 1967 shall not require payments during the calendar year 1967 exceeding \$215,000,000, plus any amount by which agreements entered into in prior fiscal years require payments in amounts less than authorized for such prior fiscal years. (79 Stat. 1209.)

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE—Continued

General and special funds—Continued

CROPLAND ADJUSTMENT PROGRAM—Continued

Program and Financing (in thousands of dollars)

Identification code		1965 actual	1966 estimate	1967 estimate
05-44-3335-0-1-351				
Program by activities:				
1.	Adjustment, cost-sharing, and technical assistance.....		30,000	170,000
2.	Repayment of advance from Commodity Credit Corporation.....			30,000
10	Total program costs, funded—obligations.....		30,000	200,000
Financing:				
Receipts and reimbursements from:				
11	Administrative budget accounts Commodity Credit Corporation Fund.....		-30,000	
40	New obligational authority (appropriation).....			200,000
Relation of obligations to expenditures:				
10	Total obligations.....		30,000	200,000
70	Receipts and other offsets (items 11-17).....		-30,000	
71	Obligations affecting expenditures.....			200,000
90	Expenditures.....			200,000

The Cropland Adjustment Program is authorized by title VI of the Food and Agriculture Act of 1965. Its purpose is to assist farmers, through long-term agreements, to divert land from the production of unneeded crops to uses that will promote the development and conservation of our soil, water, forest, wildlife, and recreational resources. The program will also establish, protect and conserve open spaces and natural beauty and prevent air and water pollution.

In return for diverting the cropland to approved uses, producers will receive adjustment payments. They also will be eligible to receive cost-sharing assistance for establishing approved conservation uses. The period of a contract cannot be less than 5 years nor more than 10 years.

The Secretary is authorized to transfer funds, appropriated for carrying out the program, to any other Federal agency or to States or local governmental agencies for use in acquiring cropland to be permanently retired from crops to the preservation of open spaces and natural beauty, the development of wildlife, and recreational facilities and the prevention of air and water pollution. The funds will also assist them to apply conserving practices on the land at costs not greater than those under agreements entered into with producers.

Agreements signed in any fiscal year may not cause additional annual payments in excess of \$225 million in any calendar year plus any amount by which agreements entered into in prior fiscal years require payments in amounts less than authorized for such prior fiscal years.

Adjustment payments can be made in annual payments, a lump sum or in other installments. Payments made in

advance of performance will be discounted at a rate of 5% per year.

The facilities, services, authorities and funds of the Commodity Credit Corporation may be used for financing of this program through December 31, 1966, pursuant to section 602(1) of the Act. After this date funds must be transferred to the Corporation in advance. Appropriations are authorized to carry out the program including payments to the Corporation for its actual costs incurred or to be incurred.

Object Classification (in thousands of dollars)

Identification code		1965 actual	1966 estimate	1967 estimate
05-44-3335-0-1-351				
25.3	Payments to "Expenses, Agricultural Stabilization and Conservation Service".....		8,000	
41.0	Grants, subsidies, and contributions.....		22,000	200,000
99.0	Total obligations.....		30,000	200,000

CONSERVATION RESERVE PROGRAM

For necessary expenses to carry out a conservation reserve program as authorized by subtitles B and C of the Soil Bank Act (7 U.S.C. 1831-1837, 1802-1814, and 1816), and to carry out liquidation activities for the acreage reserve program, to remain available until expended, **[\$146,000,000] \$143,000,000**, with which may be merged the unexpended balances of funds heretofore appropriated for soil bank programs: *Provided*, That no part of these funds shall be paid on any contract which is illegal under the law due to the division of lands for the purpose of evading limits on annual payments to participants. (16 U.S.C. 590p; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code		1965 actual	1966 estimate	1967 estimate
05-44-3369-0-1-351				
Program by activities:				
10	Conservation reserve program (costs—obligations) (object class 41.0).....	194,000	146,000	143,000
Financing:				
40	New obligational authority (appropriation).....	194,000	146,000	143,000
Relation of obligations to expenditures:				
71	Total obligations (affecting expenditures).....	194,000	146,000	143,000
72	Obligated balance, start of year.....	5,196	5,497	3,000
74	Obligated balance, end of year.....	-5,497	-3,000	-6,000
90	Expenditures.....	193,698	148,497	140,000

This program, initiated in 1956, has two objectives. One is to bring total crop acreage more nearly in line with demand by withdrawing cropland from production. The other is to establish and maintain sound conservation practices on the land withdrawn. The Secretary was authorized, through calendar year 1960, to enter into 3- to 15-year contracts with producers. For removing designated cropland from production and for establishing necessary conservation practices, the producer receives an annual rental payment each year of the contract period. He also receives cost-sharing assistance for the establishment of required practices. Total annual rental payments to a producer are limited to \$5 thousand.

Participation in the program is summarized below:

Number of contracts, 1965 program.....	125,511
Number of acres, 1965 program.....	13,979,671
Payments made in program year 1964, estimated.....	\$193,698,370
Estimated payments to be made in program year 1965.....	\$148,497,208

EMERGENCY CONSERVATION MEASURES

For emergency conservation measures, to be used for the same purposes and subject to the same conditions as funds appropriated under this head in the Third Supplemental Appropriation Act, 1957, to remain available until expended, **[\$24,000,000]** \$5,000,000, with which shall be merged the unexpended balances of funds heretofore appropriated for emergency conservation measures. (71 Stat. 176; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-44-3316-0-1-354	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Emergency cost-sharing assistance to farmers (program costs, funded).....	16,440	26,325	5,000
Change in selected resources ¹	-2,440	-2,325	-----
10 Total obligations (object class 41.0)....	14,000	24,000	5,000
Financing:			
40 New obligational authority (appropriation)...	14,000	24,000	5,000
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)...	14,000	24,000	5,000
72 Obligated balance, start of year.....	10,544	14,536	20,136
74 Obligated balance, end of year.....	-14,536	-20,136	-6,936
90 Expenditures.....	10,008	18,400	18,200

¹ Selected resources as of June 30 are as follows: Advances, 1964, \$196 thousand (1965 adjustments, \$4,569 thousand); 1965, \$2,325 thousand; 1966, \$0; 1967, \$0.

This appropriation provides special funds for sharing the cost of emergency conservation measures to deal with cases of severe damage to farm and rangelands resulting from natural disasters. The criteria under which assistance may be made available are set forth in the Soil Conservation and Domestic Allotment Act (16 U.S.C. 590(h)).

Funds are allocated for use only in those counties designated by the Secretary of Agriculture as disaster counties. Assistance is made available to treat new conservation problems which (1) if not treated will impair or endanger the land, (2) materially affect the productive capacity of the land, (3) represent damage which is unusual in character and, except for wind erosion, is not the type which would recur frequently in the same area, and (4) will be so costly to rehabilitate that Federal assistance is or will be required to return the land to productive agricultural use.

Under the 1965 program cost-sharing assistance is being provided to treat farmlands damaged by drought, earthquake, flood, wind erosion, fire, and tornado. There are 542 counties in 35 States where assistance is being provided.

INDEMNITY PAYMENTS TO DAIRY FARMERS

Program and Financing (in thousands of dollars)

Identification code 05-44-3314-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
10 Indemnity payments to dairy farmers, (costs—obligations) (object class 41.0)...	381	300	-----

Program and Financing (in thousands of dollars)—Continued

Identification code 05-44-3314-0-1-355	1965 actual	1966 estimate	1967 estimate
Financing:			
25 Unobligated balance lapsing.....	619	-----	-----
New obligational authority.....	1,000	300	-----
New obligational authority:			
40 Appropriation.....	0	0	-----
42 Transferred from "Economic opportunity program, Office of Economic Opportunity, Executive" (78 Stat. 1030).....	1,000	300	-----
43 Appropriation (adjusted).....	1,000	300	-----
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)...	381	300	-----
72 Obligated balance, start of year.....	-----	120	100
74 Obligated balance, end of year.....	-120	-100	-----
90 Expenditures.....	261	320	100

Section 331 of the Economic Opportunity Act of 1964 authorized the Secretary to make indemnity payments, at the fair market value, to farmers who have been directed since January 1, 1964, to remove their milk from commercial markets because it contained residues of chemicals registered and approved for use by the Federal Government at the time of such use.

Authority under this act will terminate June 30, 1966.

Estimated number applications..... 251
Estimated payments approved for period Jan. 1, 1964, to June 30, 1965... \$381,373
Estimated payments approved for period July 1, 1965, to June 30, 1966... \$300,000

ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments and allocations from other accounts are included in the schedules of the parent appropriations as follows:
Funds appropriated to the President:
"Economic Assistance."
"Revolving fund, Defense Production Act."
Soil Conservation Service, "Great Plains Conservation Program."

COMMODITY CREDIT CORPORATION

General and special funds:

REIMBURSEMENT FOR NET REALIZED LOSSES

To partially reimburse the Commodity Credit Corporation for net realized losses sustained but not previously reimbursed, pursuant to the Act of August 17, 1961 (15 U.S.C. 713a-11, 713a-12), **[\$2,800,000,000: Provided,** That after June 30, 1964, the portion of borrowings from Treasury equal to the unreimbursed realized losses recorded on the books of the Corporation after June 30 of the fiscal year in which such losses are realized, shall not bear interest and interest shall not be accrued or paid thereon **]** \$3,555,855,000. (Department of Agriculture and Related Agencies Appropriation Act, 1966.)

REIMBURSEMENT TO COMMODITY CREDIT CORPORATION, NATIONAL WOOL ACT
(Permanent, indefinite)

Public enterprise funds:

Note.—Expenditures from the following fund for 1966 are subject to the first paragraph of title III of the Department of Agriculture and Related Agencies Appropriation Act, 1966. For 1967 this paragraph is shown in the Department of Agriculture chapter, p. 166 preceding Federal Crop Insurance Corporation fund.

COMMODITY CREDIT CORPORATION—Continued

Public enterprise funds—Continued

Program and Financing (in thousands of dollars)

Identification code 05-48-4336-0-3-999	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Price support and related programs:			
Operating costs, funded:			
1. Cost of commodities sold (including exchanges for payment-in-kind certificates)	2,113,640	1,894,018	1,820,195
2. Cost of commodities donated	374,082	277,817	302,513
3. Storage, transportation, and other costs not included above	510,795	401,518	389,779
4. Export payments	98,699	88,918	88,118
5. Price support payments	333,344	470,200	1,191,000
6. Wheat certificates issued	409,770	468,000	661,550
7. Equalization payments	434,969	330,625	-----
8. Land retirement payments:			
(a) Feed grains	914,105	829,300	655,000
(b) Wheat	32,540	35,000	20,000
(c) Cotton	-----	112,000	237,000
9. Administrative expense subject to limitation	31,163	34,005	31,840
10. Nonadministrative expense not distributed above	30,626	15,990	17,859
11. Interest:			
(a) Treasury	318,165	295,107	289,847
(b) Other	18,352	27,000	35,000
12. Increase or decrease in provisions for losses:			
(a) On commodities for sale	108,724	-47,315	5,000
(b) On accounts receivable	1,244	2,419	-----
Total operating costs, funded	5,730,218	5,234,602	5,744,701
Capital outlay funded:			
1. Direct loans	8,644	8,000	8,000
2. Guaranteed loans purchased	2,093,285	2,083,658	1,232,459
3. Purchases of storage equipment, etc.	6	-----	-----
4. Purchases of administrative equipment	1,914	450	200
Total, capital outlay, funded	2,103,849	2,092,108	1,240,659
Total program costs, funded	7,834,067	7,326,710	6,985,360
Change in selected resources ¹	-237,571	898,293	324,616
Total, price support and related programs (obligations)	7,596,496	8,225,003	7,309,976
Special activities:			
Operating costs, funded:			
1. Commodities transferred from price support program	306,448	586,580	458,362
2. Other operating costs:			
(a) Interest	2,149	1,793	917
(b) Other program and operating costs	1,656,154	1,521,699	1,461,189
Total, other operating costs	1,658,303	1,523,492	1,462,106
Total, operating costs, funded	1,964,751	2,110,072	1,920,468
Capital outlay:			
Loans made for agricultural conservation purposes (obligations)	47,000	49,000	34,000
Advances for cropland adjustment program	-----	30,000	-----
Total program costs, funded	2,011,751	2,189,072	1,954,468
Change in selected resources ¹	-84,674	8,714	-48,704
Total, special activities (obligations)	1,927,077	2,197,786	1,905,764
10 Total obligations	9,523,573	10,422,789	9,215,740
Financing:			
Receipts and reimbursements from:			
Price support and related programs:			
Administrative budget accounts:			
Sales to special activities	-306,448	-586,580	-458,362
Interest revenue	-2,149	-1,793	-917
Non-Federal sources:			
14 Loans repaid	-1,040,897	-1,004,812	-1,173,299
Loan collateral forfeited	-1,364,863	-1,303,752	-1,376,394
Redemption of payment-in-kind certificates	-857,200	-498,685	-549,618
Sales and other proceeds	-1,405,213	-1,429,455	-1,037,124
Interest revenue	-30,714	-28,012	-31,095
Other (realization of assets)	-4,458	-5,800	-4,100
Other	-3,552	-3,460	-3,460
17 Special milk program:			
Revenue (prior year adjustment)	-129	-30	-----

Program and Financing (in thousands of dollars)—Continued

Identification code 05-48-4336-0-3-999		1965 actual	1966 estimate	1967 estimate
Financing—Continued				
Receipts and reimbursements from—Continued				
Special activities:				
11	Administrative budget accounts:			
	Reimbursements received.....	-225,878	-261,013	-284,825
	Increase or decrease in receivables and interest in foreign currencies: Foreign assistance programs and special activities.....	179,565	8	-----
	Subtotal.....	-46,313	-261,005	-284,825
14	Repayment of loan for agricultural conservation purposes.....	-49,960	-46,400	-49,000
	Repayment of advances for cropland adjustment program.....	-----	-----	-30,000
11	Advance from Foreign assistance and Special export programs.....	-2,492,151	-1,685,544	-1,690,000
16	Comparative transfer to other accounts.....	11,478	11,311	-----
21.98	Unobligated balance of section 32 research funds, start of year.....	-10,946	-11,549	-----
24.98	Unobligated balance of section 32 research funds, end of year.....	11,549	-----	-----
25.98	Unobligated balance of section 32 research funds returned.....	94	238	-----
	Unobligated balance lapsing: Reimbursement for costs of special milk program.....	388	60	-----
	New obligational authority.....	1,932,089	3,567,521	2,527,546
New obligational authority:				
Price support and related programs: Current authorization:				
40	Reimbursement for net realized losses.....	2,674,000	2,800,000	3,555,855
	Deduct portion of appropriation to liquidate contract authorizations.....	-841,856	-----	-1,065,682
Permanent authorization:				
69	Contract authorization (to cover obligations in excess of currently available funds).....	-----	744,944	-----
	New obligational authority, price support and related programs.....	1,832,144	3,544,944	2,490,173
Special activities: Permanent authorization:				
60	Reimbursement to CCC, National Wool Act (permanent, indefinite appropriation).....	87,770	22,577	37,373
62	Transferred from: Removal of surplus agricultural commodities (sec. 32) (annual appropriation act).....	12,175	-----	-----
63	Permanent appropriation (adjusted), special activities.....	99,945	22,577	37,373
Relation of obligations to expenditures:				
Price support and related programs:				
10	Total obligations (from program and financing).....	7,596,496	8,225,003	7,309,976
70	Receipts and other offsets (items 11-17).....	5,015,623	4,862,379	4,634,369
71	Obligations affecting expenditures.....	2,580,873	3,362,624	2,675,607
	Obligated balance, start of year:			
72.47	Authorization to spend public debt receipts.....	510,000	1,389,000	1,752,000
72.49	Contract authorization.....	1,870,875	1,029,019	1,773,963
72.98	Fund balance (remainder in excess of obligations).....	-103,040	-205,065	-200,393
	Obligated balance, end of year:			
74.47	Authorization to spend public debt receipts.....	-1,389,000	-1,752,000	-3,277,000
74.49	Contract authorization.....	-1,029,019	-1,773,963	-708,281
74.98	Receivables in excess of obligations.....	205,065	200,393	148,433
90	Budget expenditures, price support and related programs.....	2,645,754	2,250,008	2,164,329
Special activities:				
10	Total obligations (from program and financing).....	1,927,077	2,197,786	1,905,764
70	Receipts and other offsets (items 11-17).....	2,576,946	1,981,638	2,053,825
71	Obligations affecting expenditures.....	-649,869	216,148	-148,061
72.98	Obligated balance, start of year.....	109,998	200,397	210,163
74.98	Obligated balance, end of year.....	-200,397	-210,163	-161,459
90	Budget expenditures, special activities.....	-740,268	206,382	-99,357
	Total budget expenditures.....	1,905,486	2,456,390	2,064,972
Cash transactions: Price support and related programs:				
93	Gross expenditures.....	5,348,298	4,732,640	4,216,818
94	Applicable receipts.....	-2,702,544	-2,482,632	-2,052,489
Special activities:				
93	Gross expenditures.....	1,736,170	1,983,051	1,737,527
94	Applicable receipts.....	-2,476,438	-1,776,669	-1,836,884

1 Balances of selected resources are identified on the statement of financial condition.

COMMODITY CREDIT CORPORATION—Continued

Public enterprise funds—Continued

Status of Unfunded Contract Authorization (in thousands of dollars)

Identification code 05-48-4336-0-3-999	1965 actual	1966 estimate	1967 estimate
Unfunded balance brought forward ¹	1,870,875	1,029,019	1,773,963
Contract authorizations.....		744,944	
Unfunded balance carried forward ¹	-1,029,019	-1,773,963	-708,281
Appropriation to liquidate contract authorizations.....	841,856		1,065,682

¹ Statutory obligations against borrowing authority include only borrowings from Treasury and obligations to purchase notes, certificates, or other obligations evidencing loans held by banks and accrued interest on such obligations. Other obligations, contingent liabilities, and commitments do not become charges against the statutory borrowing authority until they result in either borrowings from Treasury or in notes, certificates, or other obligations evidencing loans held by banks and accrued interest on such obligations.

The Commodity Credit Corporation was created to stabilize, support, and protect farm income and prices, help maintain balanced and adequate supplies of agricultural commodities, their products, foods, feeds, and fibers, and help in their orderly distribution (15 U.S.C. 714-714p). It may also make available materials and facilities required in connection with the production and marketing of agricultural commodities. In addition to its basic functions, it is used to administer and, in some cases, temporarily finance numerous special activities.

The Corporation's capital stock of \$100 million is held by the United States. Up to \$14.5 billion may be borrowed to finance operations.

Budget assumptions.—The following general assumptions form the basis for the Corporation's 1966 and 1967 budget estimates: (a) the general level of prices will be the same as the present level; (b) generally, exports of agricultural commodities in 1967 will increase slightly over 1966 levels; (c) yields for the 1966 crops are based on recent averages adjusted for trend; (d) acreage allotments and marketing quotas will be in effect for the 1966 crops of peanuts, rice, cotton, and certain kinds of tobacco (flue-cured tobacco will be on an acreage-poundage program); the 1966 wheat allotment will be one that provides for the production of 1 billion bushels of wheat as stated in the Food and Agriculture Act of 1965; and (e) special programs for cotton, feed grains, and wheat will be continued.

It is difficult to forecast with accuracy requirements for the year ending June 30, 1967. Complex and unpredictable factors are involved, such as weather, other factors which affect the volume of production of crops not yet planted, feed and food needs here and overseas, and available dollar exchange.

PROGRAMS OF THE CORPORATION

The basic functions of the Corporation include the following programs for which appropriations are made for net realized losses sustained (in thousands of dollars):

	1967 estimate		
	Gross obligations	Net expenditures	Net loss for year
Price support.....	4,927,723	1,027,872	2,061,965
Commodity export.....	88,118	88,118	88,118
Storage facilities.....	8,226	-13,949	151
Supply and foreign purchase.....	497	-108	-83
Feed grain acreage diversion program.....	655,000	655,000	655,000
Wheat acreage diversion and certificate program.....	681,550	302,800	302,800
Cotton diversion payments.....	237,000	237,000	237,000
Other items not distributed by program.....	711,862	-132,404	346,924
Total.....	7,309,976	2,164,329	3,691,875

Price support.—The Corporation through loans, purchases, payments, and other means supports the prices of agricultural commodities to producers. This is done mainly under the Commodity Credit Corporation Charter Act (15 U.S.C. 714) and the Agricultural Act of 1949, as amended (7 U.S.C. 1421).

The 1949 act makes price support mandatory for the basic commodities—corn, cotton, wheat, rice, peanuts, and tobacco. It also requires support of the following nonbasic commodities: tung nuts, honey, milk, butterfat and the products of milk and butterfat, barley, oats, rye, and grain sorghums. The National Wool Act of 1954, as amended (7 U.S.C. 1781-1787) requires price support for wool and mohair. Price support for other nonbasic commodities is discretionary. However, whenever the price of either cottonseed or soybeans is supported, the price of the other must be set at such level as the Secretary determines will cause them to compete on equal terms on the market. The price-support program may also include operations to remove and dispose of surplus agricultural commodities in order to stabilize prices at levels not in excess of those permissible by law.

The principal methods of providing price support are loans to and purchases from producers. With limited exceptions, price-support loans are nonrecourse. The commodities serve as collateral for the loan and, upon maturity thereof, the producer may deliver such collateral to satisfy his obligation without further payment, unless there is a deficiency in quantity or quality, or the producer is guilty of fraudulent representation.

Direct purchases are also made from processors as well as producers, depending on the commodity involved. Also, special purchases for the removal of surpluses are made under certain laws, for example: Section 308 of the Agricultural Trade Development and Assistance Act of 1954, as amended (7 U.S.C. 1697), the act of August 19, 1958, as amended (7 U.S.C. 1431 note), and section 416 of the Agricultural Act of 1949, as amended (7 U.S.C. 1431). In the case of feed grains, a portion of the price support is made through issuance of negotiable payment-in-kind certificates which are handled in the same manner as payment-in-kind certificates issued under the feed grain acreage diversion programs. In the case of cotton, in addition to loans, producers receive price-support payments in cash or in payment-in-kind certificates. In the case of wheat, in addition to loans and purchases, producers receive marketing certificates as hereinafter described.

In all the price-support operations, normal trade facilities are used to the maximum extent practicable. Local banks, cooperatives, and other financial institutions are

used in lending activities. Commercial facilities are used to a great extent for storage.

Besides the Charter Act and laws mentioned above, many other laws are applicable to the disposition of commodities acquired under the price support program through sales, donations, and barter.

For accounting purposes, the Corporation credits to the price-support program sales proceeds of commodities in its price-support stocks which are disposed of through redemption of domestic and export payment-in-kind certificates and through special activities.

DATA ON PRICE-SUPPORT PROGRAM

[In thousands of dollars]

	1965 actual	1966 estimate	1967 estimate
Loans made.....	2,134,922	2,483,658	1,638,459
Loans repaid.....	1,015,495	980,712	1,151,199
Loan collateral forfeited.....	1,364,863	1,303,752	1,376,394
Loans outstanding, June 30.....	2,494,386	2,669,562	1,758,028
Acquisitions.....	2,041,312	1,974,387	2,034,674
Cost of commodities sold.....	2,113,264	1,893,547	1,819,720
Cost of commodities donated.....	374,082	277,817	302,513
Inventory as of June 30.....	3,892,241	3,695,264	3,607,705
Investment in price support as of June 30.....	6,386,627	6,364,826	5,365,733
Net expenditures.....	581,886	1,118,676	1,027,872
Realized losses.....	1,303,251	1,150,477	2,061,965

Commodity export.—The Corporation promotes the export of agricultural commodities and products through sales, barter, payments, and other operations. Other than in barter for stockpiling purposes, such commodities and products may be those held in private trade channels as well as those acquired by the Corporation in its price-support operations. This program is carried out under the authority contained in the Corporation's charter, particularly sections 5 (d) and (f), and in accordance with specific statutes where applicable. Export sales for foreign currencies are made under the Agricultural Trade Development and Assistance Act of 1954, as amended, although such sales of commodities owned by the Corporation may also be made under its charter authority.

The activities described below are illustrative of those conducted under this program during 1966. With respect to barter, the emphasis has been shifted to exports in connection with various types of offshore procurement of materials and services needed by the Department of Defense, the Agency for International Development, and other agencies, for which they repay the Corporation. Barter is also made for strategic and other materials for the supplemental stockpile but on a more limited scale. Commodities available for barter vary.

To encourage export movement from free-market supplies, as well as from its own stocks, the Corporation makes payments on wheat, wheat flour, cotton, corn, grain sorghum, barley, oats, rye, rice, flaxseed, linseed oil, butter, nonfat dry milk, milkfat, and cheese. The rate of payment generally is the difference between the prevailing world export sales price and the domestic market price. Payment is generally in the form of payment-in-kind certificates (PIK) which are redeemable by the Corporation in commodities from inventories owned by it or held as price support collateral. Persons acquire such commodities from the Corporation subject to an obligation to export the commodity. Payment-in-kind certificates may be issued in payments for some processed food grains purchased by the Corporation for use in domestic and foreign donation programs. In certain cases, costs of processing commodities owned by the Corporation for such use are also paid with payment-in-kind certificates. If commodities obtained with payment-

in-kind certificates are shipped under titles I and IV of the Agricultural Trade Development and Assistance Act of 1954, as amended, or the International Wheat Agreement, the value of the certificate is charged to the applicable operation.

To help develop or expand foreign markets the Corporation also furnishes farm commodities and products for samples or exhibits at international trade fairs and for use abroad in testing consumer acceptance and commercial market potentials.

To maximize exports, sales of commodities or the Corporation's interest therein are made for dollars to U.S. exporters, with payment being deferred for periods of not to exceed 36 months when covered by acceptable financial guarantees furnished to the Corporation. These deferred payment sales are commercial transactions made under the Corporation's charter authority and are to be distinguished from the long-term credit and supply contracts involving foreign assistance authorized by title IV of the Agricultural Trade Development and Assistance Act of 1954, as amended.

Storage facilities.—The Corporation conducts a program to provide storage adequate to fulfill its program needs. This program is conducted pursuant to sections 4 (h) and (m), and 5 (a) and (b) of the charter.

The Corporation buys and maintains (in storage-short areas) bins and equipment for care and storage of grain owned by Commodity Credit Corporation or under its control. It makes loans for the purchase, building, or expanding of storage facilities on the farm and sells to producers and others bins needed for the storage of grain. Bins sold by the Corporation may be those acquired for resale for this purpose or those which are no longer required by the Corporation for the storage of its own grain. The Corporation may also provide storage use guarantees, to encourage building of commercial storage and undertake other operations necessary to provide storage adequate to carry out the Corporation's programs.

Supply and foreign purchase.—The Corporation procures from domestic and foreign sources food, agricultural commodities, and products and related materials to supply the needs of Federal agencies, foreign governments, and private and international relief agencies. It similarly procures or aids in the procurement of such foods, commodities, products, and material for sale to meet domestic requirements during periods of short supply or during such other times as will stabilize prices or facilitate distribution. Through purchases, loans, sales, or other means, the Corporation may also make available materials and facilities needed for the production and marketing of agricultural commodities. This program is conducted under section 5 (b) and (c) of the Commodity Credit Corporation Charter Act.

Purchases for other Federal agencies of commodities not in the Corporation's price-support stocks has been the main activity. Purchases of limited quantities of breeder, foundation, and registered seeds of improved varieties of grasses and legumes are made through production contracts in order to assure supplies thereof for farmers. Section 4 of the act of July 16, 1943 (15 U.S.C. 713a-9), requires that the Corporation be fully repaid from funds of such agencies for services performed, losses sustained, operating costs incurred, or commodities bought or delivered to or on behalf of any other Federal agency. Operations not subject to section 4 may involve losses if such are necessary to the accomplishment of the objectives of the particular operation. No foreign purchases have been made in recent past years.

COMMODITY CREDIT CORPORATION—Continued**Public enterprise funds—Continued****PROGRAMS OF THE CORPORATION—Continued**

Feed grain acreage diversion program.—An acreage diversion program is conducted on 1965 and 1966 crops of feed grains by the Agricultural Stabilization and Conservation Service utilizing the facilities and stocks of the Corporation. Under this program, payments are made to farmers who divert acreage from the production of feed grains (generally corn, grain sorghum, and barley) to an approved conservation use. This program is carried out under the Soil Conservation and Domestic Allotment Act, as amended by the Feed Grain Act of 1963 (Public Law 88-26, approved May 20, 1963), and the Food and Agriculture Act of 1965 (Public Law 89-321, approved November 3, 1965).

Payments are made by the issuance of negotiable payment-in-kind certificates. The farmer may elect either to have the certificate redeemed in feed grains from the Corporation's stocks or if he requests the Corporation's assistance in the marketing of the certificate he may obtain cash by issuance by the Corporation of a negotiable sight draft. The Corporation markets rights, represented by certificates on which it has made cash advances, to buyers for redemption in feed grains from its stocks.

Wheat acreage diversion and certificate programs.—A wheat acreage diversion program and a wheat certificate program for 1965 and 1966 crops are conducted by the Agricultural Stabilization and Conservation Service utilizing the funds and facilities of the Corporation. These programs are authorized by the Agricultural Adjustment Act of 1938, as amended by the Food and Agriculture Act of 1962 and the Agricultural Act of 1964, and the Food and Agriculture Act of 1965.

Acreage diversion payments in the form of negotiable sight drafts are made to farmers who divert certain acres from wheat production to an approved conservation use.

Under the voluntary wheat certificate program, both domestic and export marketing certificates are issued to participating farmers which may be sold at face value to Commodity Credit Corporation. Processors of wheat are required to buy domestic certificates equivalent to the number of bushels of wheat used in the manufacture of the food product. During the 1965 marketing year processors will purchase domestic certificates at face value and during the 1966 marketing year they will purchase domestic certificates at face value less the amount by which price support for wheat accompanied by domestic certificates exceeds \$2.00 a bushel. This results in the Corporation paying the difference.

Exporters may not ship abroad any wheat without buying export marketing certificates equivalent to the number of bushels exported. In the 1965 marketing year export certificates will be purchased at a fixed value with the Corporation making a refund to the exporter to the extent necessary to make U.S. wheat and flour competitive in the world market, avoid disruption of world market prices and fulfill the international obligations of the United States. In the 1966 marketing year, this will be accomplished by having export certificates of variable value.

Cotton equalization payment program.—The Corporation makes payments to cotton handlers (other than producers) to equalize the cost of raw cotton between domestic and foreign users for the period ending July 31, 1966. Inventory payments will be made on eligible cotton remaining in handlers' inventories on August 1, 1966. This

program is carried out by the Corporation pursuant to the Agricultural Adjustment Act of 1938, as amended by the Agricultural Act of 1964 and the Food and Agriculture Act of 1965.

Payments are in the form of negotiable certificates issued by the Corporation. The handler or user may elect either to have them redeemed for upland cotton from the Corporation's stocks, to repay cotton loans, or get cash by having the Corporation assist in marketing the certificates. In the latter case, the Corporation markets the rights represented by the certificates in the same manner as it does feed grain certificates.

Cotton acreage diversion program.—Diversion payments will be made at varying payment rates to producers, depending on participation with acreage reduction provisions. Payments will be made in cash or payment-in-kind by the issuance of certificates which CCC shall redeem for cotton. CCC may assist the producers in the marketing of certificates.

Loan operations.—The following table reflects the loan operations of the Corporation which apply to the preceding programs (in thousands of dollars):

	1965 actual	1966 estimate	1967 estimate
Loans outstanding, gross, beginning of year:			
Commodity Credit Corporation.....	2,437,329	2,114,838	1,873,914
Certificates of interest or loans held by financial institutions.....	377,438	419,075	819,075
Total, loans outstanding, gross, beginning of year.....	2,814,767	2,533,913	2,692,989
Add loans made.....	2,143,566	2,491,658	1,646,459
Deduct:			
Loans repaid.....	1,039,665	1,004,712	1,173,199
Acquisition of loan collateral.....	1,364,863	1,303,752	1,376,394
Transfers to accounts receivable.....	1,233	100	100
Writeoffs.....	18,659	24,018	22,400
Total, loans outstanding, gross, end of year.....	2,533,913	2,692,989	1,767,355
Loans outstanding, gross, end of year:			
Commodity Credit Corporation.....	2,114,838	1,873,914	542,280
Certificates of interest or loans held by financial institutions.....	419,075	819,075	1,225,075
Total, loans outstanding, gross, end of year.....	2,533,913	2,692,989	1,767,355
Deduct allowance for losses.....	256,042	267,000	176,000
Loans receivable, net (price support and storage facilities).....	2,277,871	2,425,989	1,591,355

Inventory operations.—The following table reflects the inventory operations applicable to the preceding programs (in thousands of dollars):

AGRICULTURAL COMMODITIES	1965 actual	1966 estimate	1967 estimate
On hand, start of year, gross.....	4,330,133	3,886,620	3,690,364
Acquisitions:			
Forfeiture of loan collateral.....	1,364,863	1,303,752	1,376,394
Excess of collateral acquired over loans cancelled.....	57,264	52,298	45,215
Purchases.....	583,356	580,653	567,330
Transfers and exchanges, net.....	-5,113	-----	-----
Carrying charges:			
Charges to inventory.....	4,624	6,134	6,185
Storage and handling.....	(299,936)	(238,752)	(238,220)
Transportation.....	(120,407)	(91,784)	(76,152)
Total carrying charges to inventory.....	4,624	6,134	6,185
Total acquisitions.....	2,004,994	1,942,837	1,995,124

AGRICULTURAL COMMODITIES—
Continued

Dispositions:

Donations to:			
Veterans Administration and Armed Forces.....	1965 actual	1966 estimate	1967 estimate
Needy persons, domestic.....	41,285	17,300	17,300
Needy persons, foreign (excluding title II, Public Law 480).....	120,122	53,642	84,247
Research, experimentation, education, penal, etc.....	210,974	205,722	199,813
	1,701	1,153	1,153
Total donations.....	374,082	277,817	302,513

Sales and transfers:

Barter:			
For supplemental stockpile.....	39,215	32,742	40,000
For offshore procurement.....	78,079	91,275	77,930

Special programs:

International Wheat Agreement...	28,130	63,000	1,950
Title I, Public Law 480.....	162,417	284,275	211,345
Title II, Public Law 480.....	81,754	189,290	177,565
Title IV, Public Law 480.....	19,530	75,560	28,160
Migratory waterfowl feed and game birds.....	63	55	55
Total, special programs.....	291,894	612,180	419,075

Commodity export program, payment-in-kind deliveries.....	135,081	157,660	140,580
Marketing of grain certificates.....	411,871	54,600	169,850
Marketing of cotton certificates.....	310,249	286,425	239,188
Other sales.....	741,139	636,261	537,714
Net loss or gain, sales and transfers..	66,897	-9,867	155,858

Total, sales and transfers.....	2,074,425	1,861,276	1,780,195
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Total dispositions.....	2,448,507	2,139,093	2,082,708
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On hand, end of year, gross.....	3,886,620	3,690,364	3,602,780
Less allowance for losses.....	972,315	925,000	930,000

On hand, end of year, net.....	2,914,305	2,765,364	2,672,780
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STRATEGIC AND CRITICAL
MATERIALS

On hand, start of year, gross.....	8,207	5,742	5,000
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Acquisitions:

Delivered by barter contractors.....	36,750	32,000	40,000
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Carrying charges:

Storage and handling.....	(1,001)	(850)	(850)
Transportation.....	(193)	(150)	(150)
Total, carrying charges.....	(1,194)	(1,000)	(1,000)

Total acquisitions.....	36,750	32,000	40,000
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Dispositions:

Supplemental stockpile.....	40,646	33,800	41,087
Difference between cost and transfer value.....	-1,431	-1,058	-1,087

Total dispositions.....	39,215	32,742	40,000
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On hand, end of year, gross.....	5,742	5,000	5,000
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Administrative expenses.—Administrative expenses are for the operating staff and the services of employees of the Agricultural Stabilization and Conservation Service engaged in the Corporation's activities, services performed by the Foreign Agricultural Service and other agencies of the Department, costs of audit, and payments to the General Services Administration for space. Estimates for 1967 include a limitation of \$34.3 million for costs of administration including a reserve of not less than 7% for contingencies.

The requested authorization excludes administrative expenses in connection with the supply program, which has a markup in the sales price to cover administrative expenses, and excludes the wool and mohair program under the National Wool Act of 1954, the International Wheat Agreement, and the sale of long-staple cotton transferred from the national stockpile, which are included with the costs of those programs under "Special activities."

Nonadministrative expense.—Expenses of acquisition, operations, maintenance, improvement, or disposition of property which the Corporation owns or in which it has an interest have been treated as program rather than administrative expenses. Such expenses include inspection, classing, and grading work performed on a fee basis by Federal employees or Federal or State licensed inspectors; work performed on a contract or fee basis by Agricultural Stabilization and Conservation county committees; and special services performed by other Federal agencies outside of this Department.

Most of these general nonadministrative expenses, including storage and handling, transportation, inspection, classing and grading, and resale payments are included in program costs, in the entry entitled "Storage, transportation, and other costs not included above" in the program and financing schedule. The item "Nonadministrative expense" which appears in the schedule covers county offices, other ASCS expenses offset by revenue, custodian and agency expense of the Federal Reserve banks and lending agencies, and miscellaneous costs.

SPECIAL ACTIVITIES

These activities are carried out under authority of section 5(g) of the Corporation's charter and specific statutory authorizations or directives with respect thereto which are currently in effect or which may subsequently be enacted.

A summary of such current activities is as follows (in thousands of dollars):

	1967 estimate		
	Gross obligations	Net expenditures	Net reimbursable for year
(1) Sale of surplus agricultural commodities for foreign currencies.....	1,211,790	994,000	994,000
(2) Commodities disposed of for emergency famine relief to friendly peoples.....	283,000	283,000	283,000
(3) Long-term credit and supply contracts.....	327,000	262,000	262,000
(4) International Wheat Agreement.....	2,705	2,705	2,705
(5) Bartered materials for supplemental stockpile.....	41,087	41,087	41,087
(6) Military housing (barter and exchange).....	-----	-2,000	-----
(7) National Wool Act.....	47,331	47,331	47,331
(8) Grain for migratory waterfowl feed.....	35	-----	-----
(9) Surplus grain for migratory birds.....	-----	-----	-----
(10) Surplus grain for resident game birds.....	20	20	20
(11) Grading and classing activities.....	-----	-----	-----
(12) Research to increase domestic consumption of farm commodities.....	-----	-----	-----
(13) Research to reduce surplus commodities.....	7,500	7,500	7,500
(14) Soil bank program.....	-----	-----	-----
(15) Cropland conversion, agricultural conservation and emergency conservation measures programs.....	-----	-----	-----
(16) Transfer of long-staple cotton from national stockpile for sale by Commodity Credit Corporation.....	-----	-----	-----
(17) Loans for agricultural conservation.....	34,000	-15,000	-----
(18) Loans for Federal Crop Insurance.....	-----	-----	-----
(19) Cropland adjustment program.....	-----	-30,000	-----
(20) Sugar program.....	-----	-----	-----
(21) Other items not distributed to programs (change in selected resources).....	-48,704	-----	-----
Total.....	1,905,764	1,590,643	1,637,643

COMMODITY CREDIT CORPORATION—Continued**Public enterprise funds—Continued****SPECIAL ACTIVITIES—Continued**

The Corporation receives appropriations or reimbursement for costs of these activities as described under each.

To the extent sufficient appropriations are not provided in advance, expenditures under titles I, II, and IV of the Agricultural Trade Development and Assistance Act of 1954, as amended, and the International Wheat Agreement, and investments in materials transferred to the supplemental stockpile, are made by the Corporation subject to repayment from subsequent appropriations authorized for such purpose.

Activities currently being carried out are as follows (see Foreign assistance programs and special export programs for details of items (1)–(5)):

(1) *Sale of surplus agricultural commodities for foreign currencies.*

(2) *Commodities disposed of for emergency famine relief to friendly peoples.*

(3) *Long-term credit and supply contracts.*

(4) *International Wheat Agreement.*

(5) *Bartered materials for supplemental stockpile.*

(6) *Military housing (barter and exchange).*—During 1957, a contract was completed for the disposition of Corporation-owned commodities valued at \$50 million for the construction of military housing in France with foreign currencies obtained from this transaction. Section 2681(b) of title 10, United States Code, as amended, provides for annual payment to the Corporation by the Department of Defense until liquidation of the amounts due for foreign currencies obtained under Public Law 480 for military housing. It is estimated that \$2 million will be applied against the amounts due under the French housing transaction in each of 1966 and 1967.

(7) *National Wool Act.*—Under the National Wool Act of 1954, as amended, incentive payments are being used to encourage the annual domestic production of about 300 million pounds of shorn wool. Support of prices of wool and mohair is mandatory. Incentive payments are made to eligible producers in order to bring the national average price received by all producers up to the announced incentive level which is determined in accordance with a formula specified in the Act.

In a referendum conducted in September 1962, wool and lamb producers voted to continue the deduction from their incentive payment of an amount not to exceed 1 cent per pound of wool and 5 cents per hundredweight of unshorn lambs marketed. These funds finance promotional advertising, and related market-development activities by the American Sheep Producers' Council, Inc., under an agreement with the Secretary of Agriculture. In order to simplify program and financing operations, the marketing year under this program was placed on a calendar year basis on January 1, 1964.

COST OF THE NATIONAL WOOL ACT

[Dollars in thousands]

	<i>Fiscal year 1965</i>	<i>Fiscal year 1966</i>	<i>Fiscal year 1967</i>
	<i>1964 market- ing year (actual)</i>	<i>1965 market- ing year (estimate)</i>	<i>1966 market- ing year (estimate)</i>
Volume of marketings:			
Shorn wool, thousand pounds.....	189,046	192,000	201,000
Unshorn lambs, thousand cwt.....	10,208	8,100	8,100
Mohair, thousand pounds.....		30,500	30,500
Amount of payments:			
Shorn wool.....	\$16,636	\$27,840	\$35,175
Unshorn lambs.....	3,573	4,698	5,670
Mohair.....		2,135	3,386
Promotional and advertising programs ¹	(2,399)	(2,325)	(2,415)
Total payments.....	20,209	34,673	44,231
Administrative expenses.....	2,175	2,303	2,563
Interest expense.....	193	397	537
Total.....	22,577	37,373	47,331

¹ Deduction from producer payments.

Total payments made under the National Wool Act cannot at any time exceed an amount equal to 70% of the accumulated totals, as of the same date, of the gross receipts from import duties collected on and after January 1, 1953, on wool and wool manufactures. Actual and estimated payments compared with this limitation are as follows (in thousands of dollars):

	<i>1965 actual</i>	<i>1966 estimate</i>	<i>1967 estimate</i>
70% of customs receipts on wool and wool manufactures, cumulative from January 1, 1953, to end of preceding calendar year (estimate).....	764,623	854,623	944,623
Cumulative incentive payments on preceding marketing year (fiscal years).....	468,473	503,146	547,377
Balance of limitation available for payments on succeeding marketing years.....	296,150	351,477	397,246

Funds of the Commodity Credit Corporation are used to carry on this program. For the purpose of reimbursing the Corporation, section 705 of the act appropriates each fiscal year an amount equal to amounts expended by the Corporation during the preceding year and to amounts expended in prior fiscal years not previously reimbursed but not to exceed 70% of the gross receipts of duties on wool and certain wool products imported during the preceding calendar year.

Estimated costs and appropriations to Commodity Credit Corporation during 1965, 1966, and 1967 are indicated in the following table (in thousands of dollars):

	<i>1965 actual</i>	<i>1966 estimate</i>	<i>1967 estimate</i>
Due at beginning of year.....	87,770	22,577	37,373
Costs for year:			
Program.....	22,384	36,976	46,794
Interest.....	193	397	537
Total due.....	110,347	59,950	84,704
Appropriation to Commodity Credit Corporation for the year.....	87,770	22,577	37,373
Appropriation 1966, 1967, and 1968.....	22,577	37,373	47,331

(8) *Grain for migratory waterfowl feed.*—To prevent damage of crops by migratory waterfowl, the Corporation is directed to furnish to the Secretary of the Interior (7 U.S.C. 442-445) such grain acquired through price-support operations and certified by Commodity Credit Corporation as available for such purposes or in such condition as to be undesirable for human consumption, as the Secretary of the Interior shall requisition. This appropriation item is included under that Department.

(9) *Surplus grain for migratory birds.*—Under Public Law 87-152, approved August 17, 1961 (7 U.S.C. 448), the Secretary of the Interior may requisition grain of the Corporation to feed starving migratory birds. This appropriation item is included under that Department.

(10) *Surplus grain for resident game birds.*—Any State, under Public Law 87-152, upon the finding of the Secretary of the Interior that resident game birds and other resident wildlife are threatened with starvation, may requisition grain from Corporation stocks (7 U.S.C. 447). Recovery of costs of grain furnished to the States is included in the appropriation "Reimbursement for net realized losses" under Price Support and Related Programs.

(11) *Grading and classing activities.*—The Corporation may make advances to the Consumer and Marketing Service for classing and grading of agricultural commodities without charge to producers (7 U.S.C. 414a, 440). Such advances used for classing cotton and grading tobacco not placed under price-support loan are repaid from an appropriation of the Consumer and Marketing Service.

(12) *Research to increase domestic consumption of farm commodities.*—The Department of Agriculture and Related Agencies Appropriation Act of 1964 authorized the transfer of not more than \$16 million from the appropriation "Removal of surplus agricultural commodities" (sec. 32) to the Corporation to be used to increase domestic consumption of surplus farm commodities, and provided for the transfer for such purposes of such sums not in excess of \$25 million in any one year, as may be approved by Congress. The 1965 appropriation act authorized the transfer of \$12,175 thousand of section 32 funds for this purpose. The Corporation transfers such funds to the Agricultural Research Service and Cooperative State Research Service to conduct the required research. For comparability, all transactions under this item are shown in the budget schedules for these two agencies.

(13) *Research to reduce surplus commodities.*—The Department of Agriculture and Related Agencies Appropriation Act of 1964 authorized Commodity Credit Corporation to transfer not to exceed \$15 million to the Agricultural Research Service for utilization research and development, cost of production research, and other related research designed to reduce surplus commodities held or to be held by the Corporation. The recovery of costs of this research is included in the appropriation "Reimbursement for net realized losses."

(14) *Soil bank program.*—Under section 120 of the Soil Bank Act of 1956 (7 U.S.C. 1808) the Secretary of Agriculture uses the facilities of the Corporation to make payments to farmers pursuant to contracts entered into prior to repeal of that act.

(15) *Cropland conversion, agricultural conservation and emergency conservation measures programs.*—Under section 101 of the Food and Agriculture Act of 1962, Public Law 87-703, approved September 27, 1962 (16 U.S.C. 590(f)), the Secretary uses the services, facilities, and authorities of the Corporation to make payments to producers under programs formulated pursuant to sections 8 and 16(e) of

the Soil Conservation and Domestic Allotment Act, as amended.

(16) *Transfer of long-staple cotton from national stockpile for sale by Commodity Credit Corporation.*—The act of July 10, 1957 (71 Stat. 290), authorized the transfer of 50,000 bales of domestically grown cotton from the national stockpile to the Corporation for sale. Also, about 219,000 bales of cotton, both American-Egyptian and foreign grown, in the stockpile were made available to the Corporation for disposition under Public Law 87-548, approved July 25, 1962. The cotton is not recorded as a Corporation asset. Proceeds less costs incurred, including administrative expenses, are covered into the Treasury as miscellaneous receipts from time to time. No interest is paid by CCC for the use of the money prior to covering.

(17) *Loans for agricultural conservation.*—Under section 391(c) of the Agricultural Adjustment Act of 1938, as amended (7 U.S.C. 1391), the Corporation advances funds to the Secretary in amounts not to exceed \$50 million annually to purchase conservation materials and services. Repayments of the loans plus interest are made in the succeeding fiscal year from funds appropriated for the agricultural conservation program.

(18) *Loans for Federal Crop Insurance.*—The 1966 appropriation act permits the Federal Crop Insurance Corporation to borrow on a temporary basis not to exceed \$250,000 from the Corporation to meet indemnity payments under special or unusual circumstances.

(19) *Cropland adjustment program.*—Under section 602 of the Food and Agriculture Act of 1965, Public Law 89-321, approved November 3, 1965, the Secretary uses the facilities and funds of the Corporation for this program. After December 31, 1966, expenditures may not be made unless CCC has received funds in advance to cover such expenditures.

(20) *Sugar payments.*—Under section 12 of the Sugar Act Amendments of 1965, Public Law 89-331, approved November 8, 1965, the Secretary is authorized to use the services, facilities, and authorities of the Corporation for the purpose of making disbursements. No such disbursements shall be made unless funds have been received in advance.

FINANCING

Borrowing authority.—The Corporation has an authorized capital stock of \$100 million held by the United States and authority to borrow up to \$14.5 billion.

Funds are borrowed from Treasury and may also be borrowed from private lending agencies. In connection with loan guarantees, the Corporation reserves a sufficient amount of its borrowing authority to purchase at any time all notes and other obligations evidencing loans made or held by lending agencies or other financial institutions or certificates of interest issued in connection with the financing of price-support operations. All bonds, notes, debentures, and similar obligations issued by the Corporation are subject to approval by the Secretary of the Treasury as required by the act of March 8, 1938 (15 U.S.C. 713a-4).

Interest on borrowings from the Treasury (and on capital stock) is paid at a rate based upon the average interest rate on all outstanding marketable obligations (of comparable maturity date) of the United States as of the preceding month. Interest is also paid on certificates of interest and lending agency obligations for the period the agencies have their funds invested.

The Department of Agriculture and Related Agencies Appropriation Act, 1966, made provision for terminating

COMMODITY CREDIT CORPORATION—Continued**Public enterprise funds—Continued****FINANCING—Continued**

interest after June 30, 1964, on the portion of the Corporation's borrowings from the Treasury equal to the unreimbursed realized losses recorded on the books of the Corporation after June 30 of the fiscal year in which such losses are realized.

The computation of the transfer from interest-bearing to non-interest-bearing capital is (in millions):

	1965	1966	1967
Realized deficit not previously reimbursed.....	\$7,039	\$7,413	\$7,383
Less appropriations for year.....	2,674	2,800	3,556
Total.....	4,365	4,613	3,827

On the basis of the budgetary assumptions, the estimated requirements indicate no need for an increase in borrowing authority. Since there are so many uncontrollable factors involving crops which have not even been planted, it must be recognized that estimates are highly tentative.

POSITION WITH RESPECT TO BORROWING AUTHORITY AS OF JUNE 30

[In millions of dollars]

	1965 actual	1966 estimate	1967 estimate
Statutory borrowing authority.....	14,500	14,500	14,500
Deduct borrowings from Treasury.....	13,111	12,748	11,223
Obligations to purchase loans or certificates held by financial institutions (guaranteed by Commodity Credit Corporation).....	419	819	1,225
Accrued interest on above obligations and certificates held by financial institutions..	10	27	35
Total statutory borrowing authority in use.....	13,540	13,594	12,483
Net statutory borrowing authority available.....	960	906	2,017

Note.—A sufficient amount of the borrowing authority is required to be reserved to cover obligations to purchase notes and certificates of interest held by financial institutions and accrued interest thereon. Such obligations, however, as well as accounts payable, accrued liabilities, and other outstanding obligations not reflected on this table, do not become charges against the statutory borrowing authority until they result in borrowings from the Treasury.

Contract authorization.—Price support and other programs required by statute may result in the Corporation incurring obligations in excess of available funds and borrowing authority. Such obligations are liquidated from subsequent appropriations. Any increase in obligations in excess of available fund resources is reported as a contract authorization in the year involved; a decrease is reported as the application of appropriations to liquidate the authorization. The budget reflects a decrease of \$842 million of unfunded obligations in 1965, an increase of \$745 million in 1966, and a decrease of \$1,066 million in 1967.

Appropriations.—Under Public Law 87-155 (15 U.S.C. 713a-11, 12), annual appropriations are authorized for

each fiscal year to reimburse the Commodity Credit Corporation for net realized losses incurred as of the close of each year.

The realized losses for the price support and related programs for 1965 were \$3,045 million, and the cumulative losses not yet appropriated for were \$7,410 million. However, it is estimated that an appropriation of \$3,556 million would provide sufficient funds for the operations described for 1967. It would also leave a desirable operating margin to assure flexibility of operations in view of the volume of transactions handled.

The special activities are financed as indicated in the program descriptions above. In addition to certain reimbursements from other agencies, appropriations are made for the National Wool Act (see above) and for foreign assistance and special export programs (see that heading on page 162).

Deficit.—The net realized losses of the Corporation have previously been reimbursed as follows (in thousands of dollars):

PRICE SUPPORT AND RELATED PROGRAMS AND SPECIAL MILK

Realized losses, 1933 to 1965, inclusive.....	27,264,016
Reimbursements by the Treasury:	
Reimbursement of realized losses:	
Appropriations (17 times).....	16,519,178
Note cancellations (6 times).....	2,697,807
Less dividends paid to Treasury (4 times).....	138,209
Total reimbursement for net realized losses.....	19,078,776
Other reimbursements:	
Appropriations (2 times).....	541,916
Note cancellation (1 time).....	56,239
Total other reimbursements.....	598,155
Reimbursement for costs of special milk, net.....	177,037
Total.....	19,853,968
Realized deficit, as of June 30, 1965, price support and related programs.....	7,410,048

SPECIAL ACTIVITIES

Realized losses, 1948 to 1965, inclusive.....	10,199,593
Excess amounts appropriated to reimburse cost of special activities..	132,336
Reimbursements by the Treasury:	
Appropriations (17 times).....	9,566,196
Note cancellations (4 times).....	536,518
Total reimbursements.....	10,102,714
Deficit as of June 30, 1965, special activities, net.....	229,215

Capital and deficits, special activities.—Advances to the Corporation in excess of costs incurred, and costs incurred in excess of advances received are shown in the following table (in thousands of dollars). In addition to the deficit shown on the first line here for 1964, the Corporation at that time reported an interest of \$179,336 thousand in foreign currencies, dollar equivalents of which were collected in 1965, thereby reducing the requirements for 1965 appropriations.

Foreign Assistance and Special Export Programs:

	Excess of funds held by CCC				Deficit requiring subsequent funds			
	1964	1965	1966	1967	1964	1965	1966	1967
Public Law 480:								
Title I (Sale of surplus agricultural commodities for foreign currencies).....					454,967	67,963	42,000	-----
Military housing.....					60,733	58,441	54,441	50,441
Title II (Commodities disposed of for emergency famine relief of friendly peoples).....		70,449	83,000	-----	2,792	-----	-----	-----
Title IV (Long-term supply contracts).....					64,136	29,334	115,000	-----
International Wheat Agreement.....					56,839	9,846	57,295	-----
Bartered materials for supplemental stockpile.....	9,673	61,887	28,087	-----	-----	-----	-----	-----
Total.....	9,673	132,336	111,087	-----	639,467	165,584	268,736	50,441
Other programs:								
Military housing (barter and exchange).....					40,389	37,952	35,952	33,952
National Wool Act.....					87,770	22,577	37,373	47,331
Grain for migratory waterfowl feed (Interior).....					194	249	35	35
Surplus grain for migratory birds (Interior).....					4	4	-----	-----
Surplus grain for resident game birds (States).....					211	224	33	40
Research to reduce surplus commodities.....					-----	2,625	6,572	11,447
Total.....					128,568	63,631	79,965	92,805
Total.....	9,673	132,336	111,087	-----	768,035	229,215	348,701	143,246

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
PRICE SUPPORT AND RELATED PROGRAMS			
Price support and related programs:			
Revenue.....	2,604,897	2,547,985	2,080,576
Expense: Cost of commodities sold and other expense.....	5,650,279	5,314,116	5,772,451
Net realized loss.....	-3,045,382	-2,766,131	-3,691,875
Increase (—) or decrease in provision for losses (unrealized):			
On commodities for sale.....	-108,724	47,315	-5,000
On loans receivable.....	1,744	-10,958	91,000
On accounts receivable.....	-1,244	-2,419	-----
Net operating loss, price support and related programs.....	-3,153,606	-2,732,193	-3,605,875
Special milk program: Revenue (prior year adjustments, net).....	129	30	-----
Net loss for the year, price support and related programs.....	-3,153,477	-2,732,163	-3,605,875
Analysis of deficit:			
Deficit, start of year.....	-8,165,871	-8,645,736	-8,578,170
Transfer of loss from special activities:			
(Grain for resident game birds).....		-211	-13
(Research to reduce surplus commodities).....		-----	-2,625
Appropriations (net):			
Reimbursement for net realized losses.....	2,674,000	2,800,000	3,555,855
Reimbursement for costs of special milk program.....	-388	-60	-----
Deficit, end of year:			
Realized.....	-7,410,048	-7,376,420	-7,515,078
Unrealized.....	-1,235,688	-1,201,750	-1,115,750
Total deficit, end of year, price support and related programs.....	-8,645,736	-8,578,170	-8,630,828
SPECIAL ACTIVITIES			
Revenue.....	46,313	261,005	284,825
Expense.....	1,964,751	2,110,072	1,920,468
Net operating loss, special activities.....	-1,918,438	-1,849,067	-1,635,643
Analysis of deficit:			
Deficit, start of year.....	-768,035	-229,215	-348,701
Transfer of loss to price support and related:			
(Grain for resident game birds).....		211	13
(Research to reduce surplus commodities).....		-----	2,625
Appropriations: National Wool Act.....	87,770	22,577	37,373
Advances from foreign assistance programs and special export programs: Current authorization.....	2,492,151	1,685,544	1,690,000
Transfer to/from capital.....	-122,663	21,249	111,087
Deficit, end of year, special activities.....	-229,215	-348,701	-143,246
Total deficit, Commodity Credit Corporation.....	-8,874,951	-8,926,871	-8,744,074

COMMODITY CREDIT CORPORATION—Continued

Public enterprise funds—Continued

Financial Condition (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Assets:				
Cash: Treasury balance.....	46,390	54,311	56,005	52,261
Accounts receivable:				
Price support and related programs:				
Accrued assets.....	2,243	7,900	8,000	8,000
Advances on pooled certificates.....	1,271,659	2,248,317	3,595,300	5,269,200
Other accounts receivable (net of provision for losses).....	176,718	348,494	305,250	305,250
Special activities:				
Interest in currencies obtained under Public Law 480.....	179,336			
Interest in amounts due from foreign governments and private trade entities under Public Law 480, title IV.....	125,577	291,551	507,839	724,780
Stockpile cotton.....	287	58	50	50
Selected assets: ¹ Price support and related programs:				
Commodities for sale, net of provision for losses:				
Agricultural commodities.....	3,466,542	2,914,305	2,765,364	2,672,780
Strategic and critical materials.....	8,207	5,742	5,000	5,000
Deferred and undistributed charges.....	2,244	3,909	4,000	4,000
Loans receivable, net of provision for losses:				
Price support and storage facility loans.....	2,179,543	1,858,796	1,606,914	366,280
Special activities (loan for agricultural conservation).....	49,360	46,400	49,000	34,000
Cropland adjustment program.....			30,000	
Fixed assets, net.....	86,271	71,985	56,035	41,785
Total assets.....	7,594,377	7,851,768	8,988,757	9,483,386
Liabilities:				
Current liabilities:				
Price support and related programs:				
Obligations to redeem pooled certificates.....	1,271,659	2,248,317	3,595,300	5,269,200
Other current liabilities.....	974,771	771,857	793,442	887,520
Total current liabilities, price support and related programs.....	2,246,430	3,020,174	4,388,742	6,156,720
Special activities:				
Deferred credit for amounts due from Foreign Governments and private trade entities under Public Law 480, title IV.....	125,577	291,551	507,839	724,780
National Wool Act payments due producers.....	267	176		
Advances from special programs.....	43,933	71,101	59,510	52,510
Amounts due Treasury for sale of stockpile cotton.....	12,403	381	450	450
Total special activities.....	182,180	363,209	567,799	777,740
Total current liabilities.....	2,428,610	3,383,383	4,956,541	6,934,460
Government equity:				
Price support and related programs:				
Interest-bearing capital (including \$100 million capital stock balance):				
Start of year.....	13,704,000	14,090,000	8,846,119	8,235,099
Transfer to non-interest-bearing status.....		-4,364,881	-248,020	785,757
Borrowings from Treasury, net.....	386,000	-879,000	-363,000	-1,525,000
End of year.....	14,090,000	8,846,119	8,235,099	7,495,856
Non-interest-bearing capital:				
Start of year.....			4,364,881	4,612,901
Transfer from interest-bearing status.....		4,364,881	248,020	-785,757
End of year.....		4,364,881	4,612,901	3,827,144
Special activities: Non-interest-bearing capital:				
Start of year.....	9,956	9,673	132,336	111,087
Transfer to/from deficit.....	-283	122,663	-21,249	-111,087
End of year.....	9,673	132,336	111,087	
Total capital, end of year.....	14,099,673	13,343,336	12,959,087	11,323,000
Deficit:				
Price support, and related programs:				
Net realized deficit.....	-7,038,407	-7,410,048	-7,376,420	-7,515,078
Net unrealized deficit.....	-1,127,464	-1,235,688	-1,201,750	-1,115,750
Total deficit, price support and related programs.....	-8,165,871	-8,645,736	-8,578,170	-8,630,828
Total deficit, special activities (realized).....	-768,035	-229,215	-348,701	-143,246
Total deficit.....	-8,933,906	-8,874,951	-8,926,871	-8,774,074
Total Government equity.....	5,165,767	4,468,385	4,032,216	2,548,926

Analysis of Government Equity and Undrawn Authorizations (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Obligations other than liabilities: ¹				
Price support and related programs:				
Obligations to purchase loans or certificates held by lending agencies ²	377,438	419,075	819,075	1,225,075
Other commitments	1,104,586	1,378,415	2,026,300	2,037,500
Total obligations other than liabilities, price support and related programs	1,482,024	1,797,490	2,845,375	3,262,575
Special activities: (Letters of commitments for Public Law 480 and declarations of sales for export for International Wheat Agreement)	272,451	187,777	196,491	147,787
Total obligations other than liabilities	1,754,475	1,985,267	3,041,866	3,410,362
Invested capital	5,792,167	4,901,137	4,516,313	3,123,845
Subtotal	7,546,642	6,886,404	7,558,179	6,534,207
Less:				
Undrawn authorization to expend public debt receipts	-510,000	-1,389,000	-1,752,000	-3,277,000
Unfunded contract authorization	-1,870,875	-1,029,019	-1,773,963	-708,281
Total Government equity	5,165,767	4,468,385	4,032,216	2,548,926

Note.—In addition to obligations other than liabilities the Corporation does not reflect in its accounts claims by the Corporation on which adequate proof has not been established.

¹ The changes in these items are reflected on the program and financing schedule.

² Statutory obligations against borrowing authority include only borrowings from Treasury and obligations to purchase notes, certificates, or other obligations evidencing loans held by banks and accrued interest on such obligations. Other obligations, contingent liabilities, and commitments do not become charges against the statutory borrowing authority until they result in either borrowings from Treasury or in notes, certificates or other obligations evidencing loans held by banks and accrued interest on such obligations.

Object Classification (in thousands of dollars)

Identification code 05-48-4336-0-3-999	1965 actual	1966 estimate	1967 estimate
COMMODITY CREDIT CORPORATION			
22.0 Transportation of things	352,388	315,264	289,147
25.1 Other services	12,186	15,014	17,321
Advances to expenses, Agricultural Stabilization and Conservation Service	61,523	47,059	47,537
Storage and handling	349,847	267,953	268,819
26.0 Supplies and materials: Cost of commodities sold or donated: Foreign assistance programs and special export programs	1,705,254	1,838,160	1,644,405
Other	2,596,446	2,124,520	2,127,708
31.0 Equipment	1,920	450	200
33.0 Loans	2,148,929	2,140,658	1,274,459
41.0 Grants, subsidies, and contributions	2,246,261	2,407,663	2,911,899
43.0 Interest	338,473	323,695	325,227
93.0 Administrative expenses—see separate schedule	31,163	34,005	31,840
Total costs, funded	9,844,390	9,514,441	8,938,562
94.0 Change in selected resources	-322,245	907,007	275,912
Total obligations, Commodity Credit Corporation	9,522,145	10,421,448	9,214,474
ALLOCATION TO GENERAL SERVICES ADMINISTRATION			
Personnel compensation:			
11.1 Permanent positions	504	340	276
11.3 Positions other than permanent		4	2
11.5 Other personnel compensation	2		
Total personnel compensation	506	344	278
12.0 Personnel benefits	40	26	21
21.0 Travel and transportation of persons	19	13	12
Payment to interagency motor pools	6	4	4
22.0 Transportation of things	327	427	427
23.0 Rent, communications, and utilities	36	23	22
24.0 Printing and reproduction	1	1	1
25.1 Other services	429	430	428

Object Classification (in thousands of dollars)—Continued

Identification code 05-48-4336-0-3-999	1965 actual	1966 estimate	1967 estimate
ALLOCATION TO GENERAL SERVICES ADMINISTRATION—Con.			
25.2 Services of other agencies	30	40	40
26.0 Supplies and materials	33	32	32
31.0 Equipment	1	1	1
Total obligations, General Services Administration	1,428	1,341	1,266
99.0 Total obligations	9,523,573	10,422,789	9,215,740

Personnel Summary

ALLOCATION ACCOUNT			
Total number of permanent positions	70	52	38
Full time equivalent of other positions		1	
Average number of employees	66	45	38
Average GS grade	7.9	7.8	7.0
Average GS salary	\$7,931	\$8,125	\$7,422
Average salary of ungraded positions	\$6,782	\$6,936	\$6,936

LIMITATION ON ADMINISTRATIVE EXPENSES

Nothing in this Act shall be so construed as to prevent the Commodity Credit Corporation from carrying out any activity or any program authorized by law: *Provided*, That not to exceed [\$36,650,000] \$34,300,000 shall be available for administrative expenses of the Corporation: *Provided further*, That \$945,000 of this authorization shall be available only to expand and strengthen the sales program of the Corporation pursuant to authority contained in the Corporation's charter: *Provided further*, That not less than 7 per centum of this authorization shall be placed in reserve to be apportioned pursuant to section 3679 of the Revised Statutes, as amended, for use only in such amounts and at such times as may become necessary to carry out program operations: *Provided further*, That all necessary expenses (including legal and special services performed on a contract or fee basis, but not including other personal services) in connection with the acquisition, operation, maintenance, improvement, or disposition of any real or personal property belonging to the Corporation or in which it has an interest, including expenses

COMMODITY CREDIT CORPORATION—Continued**Public enterprise funds—Continued****LIMITATION ON ADMINISTRATIVE EXPENSES—Continued**

of collections of pledged collateral, shall be considered as nonadministrative expenses for the purposes hereof. (15 U.S.C. 714-714p; 31 U.S.C. 841-871; *Department of Agriculture and Related Agencies Appropriation Act, 1966*.)

Program and Financing (in thousands of dollars)

Identification code 05-48-4336-0-3-351	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Price support, export, and related activities (program costs, funded).....	31,163	34,005	31,840
Change in selected resources ¹	9		
Total obligations.....	31,172	34,005	31,840
Financing:			
Unobligated balance lapsing.....	6,179	66	59
Reserve for contingencies.....		2,579	2,401
Limitation.....	37,351	36,650	34,300

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$0; 1965, \$9 thousand; 1966, \$9 thousand; 1967, \$9 thousand.

Object Classification (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
25.2 Services of other agencies:			
Advanced to—			
“Expenses, Agricultural Stabiliza- tion and Conservation Service”....	29,645	29,857	27,607
“Salaries and expenses, Foreign Agricultural Service”.....	1,527	1,732	1,748
“Consumer protective marketing, and regulatory program, Con- sumer and Marketing Service”.....		2,416	2,485
93.0 Administrative expenses included in schedule for funds as a whole.....	—31,172	—34,005	—31,840
99.0 Total obligations.....			

**FOREIGN ASSISTANCE PROGRAMS AND
SPECIAL EXPORT PROGRAMS**

A number of laws provide for the facilities of the Commodity Credit Corporation to be used in carrying out programs for exporting agricultural commodities. These laws also authorize appropriations to be made to cover costs of such programs. When funds become available, advances are made to the Corporation for estimated costs. If the amounts appropriated are not adequate, the Corporation finances authorized costs, in excess of the appropriations, pending repayment from later appropriations. On the other hand, any amounts paid to the Corporation which are not used in a particular year will reduce appropriations needed for these programs in a later year.

FOREIGN ASSISTANCE PROGRAMS

Included in this category are the following activities currently being carried out under the Agricultural Trade Development and Assistance Act of 1954, Public Law 480, 83d Congress, as amended: Sale of surplus agricultural commodities for foreign currencies (title I) (7 U.S.C. 1701-1709); disposition of commodities for famine relief

and other foreign assistance (title II) (7 U.S.C. 1721-1724); long-term credit and supply contracts (title IV) (7 U.S.C. 1731-1736).

General and special funds:**PUBLIC LAW 480**

For expenses during fiscal year [1966] 1967, not otherwise recoverable, and unrecovered prior years' costs, including interest thereon, under the Agricultural Trade Development and Assistance Act of 1954, as amended (7 U.S.C. 1701-1709, 1721-1724, 1731-1736), to remain available until expended, as follows: (1) Sale of surplus agricultural commodities for foreign currencies pursuant to title I of said Act, [\$1,144,000,000] \$1,040,000,000; (2) commodities disposed of for emergency famine relief to friendly peoples pursuant to title II of said Act, [\$298,500,000] \$200,000,000; and (3) long-term supply contracts pursuant to title IV of said Act, [\$215,500,000] \$377,000,000. (7 U.S.C. 1431, 1431b, 1431d, 1697; *Department of Agriculture and Related Agencies Appropriation Act, 1966*; additional authorizing legislation to be proposed for \$70,000,000.)

Program and Financing (in thousands of dollars)

Identification code 05-48-2274-0-1-154	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Sale of surplus agricultural commodities for foreign currencies (title I).....	1,862,000	1,144,000	1,040,000
2. Commodities disposed of for emergency famine relief to friendly peoples (title II).....	220,453	298,500	200,000
3. Long-term supply contracts (title IV)...	235,000	215,500	377,000
10 Total program costs, funded—obli- gations (object class 41.0).....	2,317,453	1,658,000	1,617,000
Financing:			
40 New obligational authority (appropriation)...	2,317,453	1,658,000	1,617,000
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)...	2,317,453	1,658,000	1,617,000
90 Expenditures.....	2,317,453	1,658,000	1,617,000

1. *Sale of surplus agricultural commodities for foreign currencies (title I).*—Under this title, the United States accepts foreign currency in payment for surplus agricultural commodities and their products. Sales are made to countries unable to expand commercial purchases because of a lack of dollar exchange. As the economies of countries improve, a gradual shift from title I purchases to dollar purchases occurs.

Sales are made only to “friendly nations”—as defined in section 107 of Public Law 480, 83d Congress.

Foreign currencies received are deposited to the account of the U.S. Treasury and can be used only as stated in section 104. The dollar value of such deposits through June 30, 1965, amounted to \$9.3 billion.

Public Law 88-638 established an advisory committee to review the status and use of foreign currencies and recommend to the President as to how to assure maximum benefits to the United States from the use of foreign currencies and returns from sales made under title I. The committee consists of the Secretary of Agriculture, the Director of the Bureau of the Budget, the Administrator of the Agency for International Development, the chairman and ranking minority member of the House Committee on Agriculture and of the Senate Committee on Agriculture and Forestry. Certain proposals for use of currencies or use of principal or interest repayments

(except pursuant to appropriations) are to be submitted to those two congressional committees.

Uses fall into two groups—those of benefit to the foreign country, mainly loans and grants to promote economic development and to support common defense, and those of benefit to the United States. The latter includes among others: Expenses of the U.S. Government abroad; agricultural market development; educational exchange; construction of military family housing; sales of foreign currency to U.S. citizens and American tourists.

Foreign currencies for U.S. uses are subject to the appropriation process. Sales agreements specify particular uses, and in those entered into after December 31, 1964, at least 20% of the foreign currencies are required to be subject to the appropriation process, with certain possible exceptions. Such uses reduce dollar outflow and the deficit in the balance of payments of the United States. The Corporation is reimbursed for the dollar value of currencies so used. Beginning in 1964 such receipts were applied to reduce prior years' unrecovered costs due the Commodity Credit Corporation. Dollar repayments of foreign currency loans were also applied to repay the Corporation. Prior years' costs were fully paid during 1965. These proceeds are now applied against current costs to reflect a reduction in appropriation requests.

Section 509 of Public Law 86-500, approved June 8, 1960 (7 U.S.C. 1704b note) provides that at least 75% of the total cost of foreign military housing projects (unless otherwise specified) shall be paid from foreign currencies acquired under title I. The Department of Defense reimburses the Corporation for the foreign currencies used. Pursuant to section 2681(b) of title 10 U.S.C. as amended, the estimates reflect payment to the Corporation of \$6 million each year for amounts due under Public Law 480 and the French housing barter transaction discussed under Commodity Credit Corporation. It is estimated that \$4 million will be applied against Public Law 480 amounts due with a balance of \$50.4 million remaining unpaid as of June 30, 1967.

Sales agreements have been signed with 49 countries. They cover sales of commodities at an export market value of over \$9.4 billion. Major items are wheat, cotton, and fats and oils.

Agreements signed under title I prior to January 1, 1965, provide that the United States will finance in dollars the total U.S.-flag ocean transportation costs, and that the United States will receive foreign currencies in an amount equivalent to the foreign-flag rates. For shipments required to be made in U.S.-flag vessels under agreements signed after December 31, 1964, the foreign countries must finance in dollars the freight costs equivalent to the foreign-flag rate.

Agreements may be entered into under title I through December 31, 1966, which will call for appropriations to reimburse Commodity Credit Corporation in a total amount not in excess of \$2.7 billion plus the unused portion of prior years' authorizations for title I and dollar reimbursements from foreign currency sales. Agreements may not be made during either calendar years 1965 or 1966 which call for an appropriation in excess of \$2.5 billion. The estimates reflect proposed legislation to extend this program beyond December 31, 1966, the current expiration date.

The following table reflects the composition of appropriations for 1965, 1966, and 1967 (in thousands of dollars):

	1965 actual	1966 estimate	1967 estimate
Expenses of shipments:			
Commodity Credit Corporation stocks	162,417	284,275	211,345
Private stocks	1,193,929	948,711	925,673
Ocean transportation	148,836	98,146	74,772
Total, expenses of shipments	1,505,182	1,331,132	1,211,790
Interest	622	394	-----
Total program costs	1,505,804	1,331,526	1,211,790
Deduct proceeds from sales and use of currencies and loan repayments	-210,144	-213,489	-213,790
Total	1,295,660	1,118,037	998,000
Prior years' costs brought forward:			
1964	634,303	-----	-----
1965	-67,963	67,963	-----
1966	-----	-42,000	42,000
Appropriation or estimate	1,862,000	1,144,000	1,040,000

The following table reflects the costs incurred by fiscal year (in thousands of dollars):

	Program expenditures	Interest	Total
1955	129,165	355	129,520
1956	616,964	7,263	624,227
1957	1,361,973	34,400	1,396,373
1958	1,089,008	55,710	1,144,718
1959	1,089,071	24,183	1,113,254
1960	1,279,581	28,388	1,307,969
1961	1,513,472	43,843	1,557,315
1962	1,588,020	18,071	1,606,091
1963	1,721,137	18,234	1,739,371
1964	1,620,115	16,122	1,636,237
1965	1,505,182	622	1,505,804
1966 (estimate)	1,331,132	394	1,331,526
1967 (estimate)	1,211,790	-----	1,211,790
Cumulative totals	16,056,610	247,585	16,304,195
Deduct sales of currencies, loan repayments, and receipts from Defense Department	-----	-----	1,685,650
Net costs	-----	-----	14,618,545
Appropriations through June 30, 1967	-----	-----	14,568,104
Unreimbursed costs, June 30, 1967, representing amounts due from Defense Department (financed by CCC borrowing authority)	-----	-----	50,441

2. *Commodities disposed of for emergency famine relief to friendly peoples (title II).*—Under this title, surplus stocks of the Commodity Credit Corporation are transferred, on a grant basis, to friendly nations or friendly peoples to meet famine or other urgent or emergency relief needs. Grants are also made under authority of this title to promote economic and community development in underdeveloped countries. The Agency for International Development is responsible for administering the title II programs.

Public Law 88-638 amended section 203 to provide that \$7.5 million each year may be spent under this title to buy foreign currencies accruing under title I to meet costs (other than personnel and administrative) of co-operating sponsors, distributing agencies, and recipient agencies, such as those for essential tools and equipment. This is to assure that commodities furnished under titles II and III are used to carry out more effectively the purposes for which these commodities are furnished and to promote community and other self-help activities which would alleviate the causes of the need for such aid.

Since inception through June 30, 1965, transfer authorizations have been issued for \$1,602 million worth of food, including ocean freight costs. Under section 201

FOREIGN ASSISTANCE PROGRAMS AND SPECIAL EXPORT PROGRAMS—Con.

General and special funds—Continued

PUBLIC LAW 480—Continued

of this title, \$810 million (51%) was for disaster relief of victims of floods, earthquakes, droughts, and plagues; \$163 million (10%) for refugee relief, and \$26 million (2%) for other emergency assistance. Under section 202, \$179 million (11%) was for child feeding, \$401 million (25%) for economic development, and \$23 million (1%) for voluntary agency programs. Also about \$332 million was authorized for ocean freight costs on commodities donated under section 416 of the Agricultural Act of 1949, as amended, making total authorizations of \$1,934 million for the 11 years this program has been in effect.

Section 203 provides for appropriations to cover costs of this program. These include commodity costs, ocean freight on shipments under this title and ocean freight on shipments under section 416. Also authorized for payment from such appropriations are charges for general average contributions arising out of ocean transport of commodities furnished under the above two laws, as well as section 308 of Public Law 480 and section 9 of the act of September 6, 1958.

Through December 31, 1964, a total of \$2,300 million of appropriations were authorized. Since 1958, these were at the rate of \$300 million per calendar year. Title II, as amended by Public Law 88-638, provides that programs of assistance shall not be undertaken under title II during any calendar year beginning January 1, 1965, and ending December 31, 1966, which call for appropriations for costs incurred of more than \$400 million, plus any unused prior authorization. These estimates also reflect proposed legislation to extend this program beyond the current expiration date.

The following reflects the composition of the appropriations for 1965, 1966, and 1967 (in thousands of dollars):

Expenses of shipments:	1965 actual	1966 estimate	1967 estimate
Commodity Credit Corporation stocks	81,753	189,290	177,565
Ocean transportation:			
On above commodities	16,960	39,121	39,746
On section 416 donations	48,499	52,538	58,189
Total, ocean transportation	65,459	91,659	97,935
Total expenses of shipments	147,212	280,949	275,500
Purchase of foreign currencies for use in self-help activities		5,000	7,500
Total program costs	147,212	285,949	283,000
Prior years' costs or funds brought forward:			
1964	2,792		
1965	70,449	-70,449	
1966		83,000	-83,000
Appropriation or estimate	220,453	298,500	200,000

The following reflects the costs incurred in carrying out this program by fiscal years (in thousands of dollars):

	Program expenditures	Interest	Total
1955	86,623	273	86,896
1956	91,277	2,308	93,585
1957	120,430	4,461	124,891
1958	116,001	5,445	121,446
1959	95,511	2,417	97,928
1960	93,161	2,339	95,500
1961	196,109	2,456	198,565
1962	241,939		241,939
1963	215,593		215,593
1964	228,199		228,199
1965	147,212		147,212
1966 (estimate)	285,949		285,949
1967 (estimate)	283,000		283,000
Cumulative totals	2,201,004	19,699	2,220,703
Appropriations through June 30, 1967			2,220,703

3. *Long-term supply contracts (title IV).*—This title, which was added in 1959 and amended in 1962, provides for sales of U.S. surplus agricultural commodities under long-term credit and supply contracts. The major objective is to stimulate and increase sales for dollars through credit, thereby developing foreign markets for U.S. agricultural products and assisting the economies of friendly nations.

Generally, agreements providing for the delivery of surplus agricultural commodities over periods of up to 10 years may be entered into with the governments of friendly nations, including financial institutions acting on behalf of such nations, or with United States and foreign private trade entities. Payments in U.S. dollars for commodities delivered in each calendar year, with interest, are made over periods of up to 20 years, except in certain cases in which payment must be made within 5 years. Interest is charged from the date of last delivery of commodities under the agreement in each calendar year. Rates of interest may not be set at less than the minimum rate required by the Foreign Assistance Act for dollar repayable development loans.

Total agreements made since the inception to June 30, 1965, amounted to \$625 million cost value, including ocean freight. Major commodities were wheat, cotton, rice, oils and oilseeds. Repayments for the period amounted to \$15.6 million of which \$10.9 million was applied to principal and the rest to interest.

Appropriations are authorized to cover costs of this program but no definite limitation is stated. Prior to 1965, appropriations were requested to cover generally the difference between total Commodity Credit Corporation costs and the agreement or export value to be paid by the foreign governments. Amounts owed by foreign governments were financed by Commodity Credit Corporation borrowing authority until collection. As the program increased, the financing of amounts due from foreign governments became a burden to the Corporation. Funds were appropriated by Public Law 89-2, joint resolution making supplemental appropriations for the fiscal year ending June 30, 1965 (79 Stat. 4), approved February 11, 1965, and by the Department of Agriculture and Related Agencies Appropriation Act, 1966, Public Law

89-316, to cover total estimated CCC costs less repayments anticipated to be received during the year. The same basis was used for the appropriation request for fiscal year 1967. This relieves the borrowing authority for use in its mandatory price support and related operations. The foreign governments or private entities continue to make repayments as stated in the agreements. As repayments are received each year, they are applied against current costs.

The following reflects the composition of the appropriations for 1965, 1966, and 1967 (in thousands of dollars):

	1965 actual	1966 estimate	1967 estimate
Expenses of shipments:			
Commodity Credit Corporation stocks.....	19,530	75,560	28,160
Private stocks.....	172,877	232,917	258,275
Ocean transportation.....	17,820	33,952	40,565
Total expenses of shipments.....	210,227	342,429	327,000
Repayments from foreign governments, including interest applied to reduce appropriation.....	-8,479	-41,263	-65,000
Total.....	201,748	301,166	262,000
Prior years' costs or funds brought forward:			
1963.....	-8,926	-----	-----
1964:			
Costs.....	124,027	-----	-----
Funds.....	-52,515	-----	-----
1965.....	-29,334	29,334	-----
1966.....	-----	-115,000	115,000
Appropriation or estimate.....	235,000	215,500	377,000

The following table reflects the costs incurred by fiscal years (in thousands of dollars):

	Program expenditures	Interest	Total
1962.....	28,955	17	28,972
1963.....	79,228	1,133	80,361
1964.....	62,920	2,207	65,127
1965.....	210,227	745	210,972
1966 (estimate).....	342,429	-----	342,429
1967 (estimate).....	327,000	-----	327,000
Cumulative totals.....	1,050,759	4,102	1,054,861
Deduct recoveries from foreign governments.....	-----	-----	121,846
Net costs.....	-----	-----	933,015
Appropriations through June 30, 1967.....	-----	-----	-933,015
Unreimbursed costs, June 30, 1967, financed by CCC borrowing authority.....	-----	-----	-----
Amounts due from foreign governments June 30, 1967, to be applied against costs and reduce subsequent appropriations.....	-----	-----	724,780

SPECIAL EXPORT PROGRAMS

In addition to the Foreign assistance programs described, the Commodity Credit Corporation conducts other special export programs under specific legislative authority. These are: International Wheat Agreement (7 U.S.C. 1641-1642); and Bartered materials for supplemental stockpile (7 U.S.C. 1856).

INTERNATIONAL WHEAT AGREEMENT

For expenses during fiscal year [1966] 1967 and unrecovered prior years' costs, including interest thereon, under the International Wheat Agreement Act of 1949, as amended (7 U.S.C. 1641-1642), [\$27,544,000] \$60,000,000, to remain available until expended. (Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-48-2270-0-1-351			
Program by activities:			
10 International Wheat Agreement (costs—obligations) (object class 41.0).....	81,838	27,544	60,000
Financing:			
40 New obligatory authority (appropriation).....	81,838	27,544	60,000
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	81,838	27,544	60,000
90 Expenditures.....	81,838	27,544	60,000

The International Wheat Agreement Act authorizes this program. Wheat and flour are made available within price ranges named in the agreement. The maximum and minimum prices are \$2.02½ and \$1.62½ per bushel, respectively, for the basic grade of wheat, No. 1, Manitoba Northern, at Fort William/Port Arthur, Canada.

Wheat and flour are made available through payments-in-kind to exporters of wheat and cash payments to exporters of flour. These cover the difference between the export price and the cost of wheat to exporters. If the domestic market price of wheat falls below the agreement price, exporters will make refunds of payments previously received.

Appropriations are authorized to cover costs of this program. The following shows the composition of the appropriations (in thousands of dollars):

	1965 actual	1966 estimate	1967 estimate
Expenses of shipments:			
Commodity Credit Corporation stocks.....	2,032	3,600	150
Private stocks and operating costs.....	32,225	70,391	2,175
Total, expenses of shipments.....	34,257	73,991	2,325
Interest.....	588	1,002	380
Total program costs.....	34,845	74,993	2,705
Prior years' costs brought forward:			
1964.....	56,839	-----	-----
1965.....	-9,846	9,846	-----
1966.....	-----	-57,295	57,295
Appropriation or estimate.....	81,838	27,544	60,000

The 1967 estimate reflects export payments through July 31, 1966. Payments beyond that date are included in CCC.

BARTERED MATERIALS FOR SUPPLEMENTAL STOCKPILE

For expenses during fiscal year 1967 and unrecovered prior years' costs related to strategic and other materials acquired as a result of barter or exchange of agricultural commodities or products and transferred to the supplemental stockpile pursuant to Public Law 540, Eighty-fourth Congress (7 U.S.C. 1856), \$13,000,000, to remain available until expended.

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-48-2275-0-1-351			
Program by activities:			
10 Bartered materials for supplemental stockpile (costs—obligations) (object class 41.0).....	92,860	-----	13,000
Financing:			
40 New obligatory authority (appropriation).....	92,860	-----	13,000

FOREIGN ASSISTANCE PROGRAMS AND SPECIAL EXPORT PROGRAMS—Con.

General and special funds—Continued

BARTERED MATERIALS FOR SUPPLEMENTAL STOCKPILE—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-48-2275-0-1-351	1965 actual	1966 estimate	1967 estimate
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures) ..	92,860	-----	13,000
90 Expenditures	92,860	-----	13,000

Under title II of the Agricultural Act of 1956 (7 U.S.C. 1856), the Commodity Credit Corporation transfers to the supplemental stockpile, strategic and other materials acquired from the barter and exchange of farm products. This does not cover those acquired for the national stockpile or for other agencies.

Appropriations are authorized for the value of the transfers based on the lower of cost or market value. The following shows the composition of the appropriation (in thousands of dollars):

	1965 actual	1966 estimate	1967 estimate
Materials transferred to supplemental stockpile (program costs)	40,646	33,800	41,087
Prior years' funds brought forward:			
1964	-9,673	-----	-----
1965	61,887	-33,800	-28,087
Appropriation or estimate	92,860	-----	13,000

CORPORATIONS

The following corporations and agencies are hereby authorized to make such expenditures, within the limits of funds and borrowing authority available to each such corporation or agency and in accord with law, and to make such contracts and commitments without regard to fiscal year limitations as provided by section 104 of the Government Corporation Control Act, as amended, as may be necessary in carrying out the programs set forth in the budget for the current fiscal year for such corporation or agency, except as herein after provided:

FEDERAL CROP INSURANCE CORPORATION

General and special funds:

ADMINISTRATIVE AND OPERATING EXPENSES

For administrative and operating expenses, **[\$8,000,000]** \$8,546,000. (7 U.S.C. 1501-1519; 31 U.S.C. 841, 846-852, 866-868c, 869; 78 Stat. 933; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-52-2707-0-1-351	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Underwriting and actuarial analysis	1,174	1,343	1,348
2. Contract sales and servicing	4,845	5,313	5,607
3. Crop inspections and loss adjustments ..	1,443	1,536	1,591
Total program costs, funded ¹	7,462	8,192	8,546
Change in selected resources ²	16	-----	-----
10 Total obligations	7,478	8,192	8,546

Program and Financing (in thousands of dollars)—Continued

Identification code 05-52-2707-0-1-351	1965 actual	1966 estimate	1967 estimate
Financing:			
New obligational authority	7,478	8,192	8,546
New obligational authority:			
40 Appropriation	7,483	8,000	8,546
41 Transferred to "Operating expenses, Public Buildings Service," General Services Administration (78 Stat. 655 and 79 Stat. 531)	-5	-10	-----
43 Appropriation (adjusted)	7,478	7,990	8,546
44 Proposed supplemental for civilian pay increases	-----	202	-----
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures) ..	7,478	8,192	8,546
72 Obligated balance, start of year	1,758	1,718	1,765
74 Obligated balance, end of year	-1,718	-1,765	-1,802
90 Expenditures excluding pay increase supplemental	7,518	7,956	8,496
91 Expenditures from civilian pay increase supplemental	-----	189	13

¹ Includes capital outlay as follows: June 30, 1965, \$51 thousand; 1966, \$59 thousand; 1967, \$59 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$51 thousand (1965 adjustments, \$5 thousand); 1965, \$72 thousand; 1966, \$72 thousand; 1967, \$72 thousand.

This appropriation finances a major portion of the administrative and operating expenses of the Corporation. The budget for insurance operations financed from capital funds appears on the following pages. An increase is proposed for 1967 to finance administrative costs to provide additional crop insurance service and protection to more farmers.

Object Classification (in thousands of dollars)

Identification code 05-52-2707-0-1-351	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions	4,210	4,771	4,989
11.3 Positions other than permanent	625	537	596
11.5 Other personnel compensation	47	59	59
Total personnel compensation	4,882	5,367	5,644
12.0 Personnel benefits	348	380	398
21.0 Travel and transportation of persons ..	920	788	852
22.0 Transportation of things	22	29	30
23.0 Rent, communications, and utilities ..	468	574	586
24.0 Printing and reproduction	168	244	229
25.1 Other services	114	124	135
25.2 Services of other agencies	423	517	526
26.0 Supplies and materials	50	80	76
31.0 Equipment	65	89	70
42.0 Insurance claims and indemnities	18	-----	-----
99.0 Total obligations	7,478	8,192	8,546

Personnel Summary

Total number of permanent positions	680	744	745
Full-time equivalent of other positions	132	108	114
Average number of all employees	725	777	793
Average GS grade	6.6	6.6	6.8
Average GS salary	\$6,929	\$7,202	\$7,344

Public enterprise funds:

FEDERAL CROP INSURANCE CORPORATION FUND

Not to exceed \$4,000,000 of administrative and operating expenses may be paid from premium income: *Provided*, That in the event the Federal Crop Insurance Corporation Fund is insufficient to meet indemnity payments and other charges against such Fund, not to exceed [\$250,000] \$10,000,000 may be borrowed from the Commodity Credit Corporation under such terms and conditions as the Secretary may prescribe, but repayment of such amount shall include interest at a rate not less than the cost of money to the Commodity Credit Corporation for a comparable period. (7 U.S.C. 1516(a); 78 Stat. 933; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-52-4085-0-3-351	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Operating costs, funded:			
Indemnities, by crop:			
Apples.....	63	93	264
Barley.....	541	226	814
Beans.....	400	729	370
Cherries.....	9	55	51
Citrus.....	528	1,255	1,727
Combined crops.....	250	42	468
Corn.....	10,514	9,033	7,300
Cotton.....	1,656	2,384	3,040
Flax.....	867	218	583
Grain sorghum.....	713	251	832
Oats.....	402	129	650
Peaches.....	1,567	346	792
Peanuts.....	861	225	749
Peas.....	932	350	447
Potatoes.....	756	191	247
Raisins.....	5	75	401
Rice.....	44	69	87
Safflower.....	5	2	25
Soybeans.....	3,297	2,575	4,005
Sugarbeets.....		25	278
Tobacco.....	1,064	2,049	3,615
Tomatoes.....	8	11	30
Tung nuts.....		6	49
Wheat.....	5,899	14,076	11,108
Total indemnities.....	30,381	34,415	37,932
Inspection and adjustment costs.....	1,662	1,677	1,831
Administrative expenses.....	3,341	4,000	4,000
Other expenses and adjustments, net.....	249	290	337
10 Total program costs—obligations.....	35,633	40,382	44,100
Financing:			
Receipts and reimbursements from:			
Non-Federal sources: Insurance premiums, by crop:			
Apples.....	-71	-158	-293
Barley.....	-1,017	-839	-904
Beans.....	-253	-368	-411
Cherries.....	-44	-34	-57
Citrus.....	-1,183	-1,394	-1,919
Combined crops.....	-557	-511	-520
Corn.....	-6,305	-7,038	-8,112
Cotton.....	-3,611	-2,883	-3,378
Flax.....	-614	-601	-648
Grain sorghum.....	-697	-686	-925
Oats.....	-582	-596	-722
Peaches.....	-447	-653	-880
Peanuts.....	-660	-676	-832
Peas.....	-353	-413	-497
Potatoes.....	-190	-203	-275
Raisins.....	-291	-401	-446
Rice.....	-66	-63	-97
Safflower.....	-2	-1	-28
Soybeans.....	-3,229	-3,567	-4,450
Sugarbeets.....		-89	-309
Tobacco.....	-3,357	-3,442	-4,017
Tomatoes.....	-35	-26	-33
Tung nuts.....		-25	-55
Wheat.....	-10,305	-11,585	-12,292
14 Total premiums.....	-33,869	-36,252	-42,100

Program and Financing (in thousands of dollars)—Continued

Identification code 05-52-4035-0-3-351	1965 actual	1966 estimate	1967 estimate
Financing—Continued			
14 Interest, other receipts, and adjustments.....	1	-25	-25
21.98 Unobligated balance available, start of year.....	-43,689	-41,924	-37,819
24.98 Unobligated balance available, end of year.....	41,924	37,819	35,844
New obligatory authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	35,633	40,382	44,100
70 Receipts and other offsets (items 11-17).....	-33,868	-36,277	-42,125
71 Obligations affecting expenditures.....	1,765	4,105	1,975
72.98 Obligated balance, start of year.....			140
Receivables in excess of obligations, start of year.....	-1,348	-486	
74.98 Obligated balance, end of year.....		-140	-427
Receivables in excess of obligations, end of year.....	486		
90 Expenditures.....	903	3,479	1,688
Cash transactions:			
93 Gross expenditures.....	25,719	40,109	44,050
94 Applicable receipts.....	-24,816	-36,630	-42,362

Purpose and financial organization.—The Federal Crop Insurance Corporation, a wholly-owned Government Corporation, was created on February 16, 1938 (7 U.S.C. 1501-1519), to carry out the provisions of the Federal Crop Insurance Act. The purpose of this act is to promote the national welfare by improving the economic stability of agriculture through a sound system of crop insurance and providing the means for the research and experience helpful in devising and establishing such insurance. The Corporation provides all-risk insurance protection to farmers against loss from unavoidable causes. Since 1948, the crop insurance program has been conducted on a limited basis in selected counties and on selected crops to obtain adequate actuarial data for the expansion of the program to a national basis.

Capital stock of \$100 million is authorized to be subscribed by the United States. As of June 30, 1965, the Secretary of the Treasury held receipts for \$40 million of the authorized stock, leaving \$60 million unissued.

Funds from the issuance of capital stock provide working capital for the Corporation. Receipts which are for deposit to this fund come mainly from premiums for crop insurance. The principal payments from this fund are for indemnities to insured farmers who suffer crop losses arising from causes against which crop insurance provides protection; the direct cost of adjusting losses; and part of the administrative and operating expenses. The annual appropriation for the major portion of the administrative and operating expenses of the Corporation is presented earlier in the budget.

Budget program.—For the 1966 crop year (fiscal year 1967) it is planned that the crop insurance program will be extended to 90 new counties. The following table indicates the scope of the insurance program planned for 1965, 1966, and 1967. Amounts in the 1965 column are actual and pertain to the 1964 crop year. The 1966 column pertains to the 1965 crop year. Indemnities shown in the 1967 column are estimated at 90% of the estimated premium.

FEDERAL CROP INSURANCE CORPORATION— Continued

Public enterprise funds—Continued

FEDERAL CROP INSURANCE CORPORATION FUND—Continued

	1965 fiscal year (1964 crop year) actual	1966 fiscal year (1965 crop year) estimate	1967 fiscal year (1966 crop year) estimate
Number of States.....	36	37	37
Number of counties.....	1,187	1,214	1,304
Estimated insurance outstanding (in thou- sands), beginning of fiscal year.....	\$542,416	\$592,928	\$689,000
Insured acreage (thousands).....	14,671	15,379	17,860
Number of crops insured.....	447,567	450,633	491,000
Premiums (in thousands).....	\$33,869	\$36,252	\$42,100
Indemnities (in thousands).....	\$30,381	\$34,415	\$37,932
Loss ratio.....	.90	.95	.90

Financing.—It is estimated that the Corporation's income of \$42,125,000 in fiscal year 1967, together with authorization to borrow up to \$10 million from Commodity Credit Corporation will provide adequate operating funds, unless heavy unforeseen 1966 crop year losses occur early in the fiscal year prior to the collection of premiums. Therefore, no additional capital funds are being requested for program operations.

Operating results and financial condition.—Current estimates for crop year 1965, fiscal year 1966, indicate a favorable loss ratio for the eighth year, out of the past 9 years. Premiums of \$36.3 million are estimated to exceed indemnities by \$1.6 million. For the crop years 1948 through 1964, premium income of \$348.6 million exceeded indemnity costs of \$324.6 million by \$24 million. Premium income exceeded indemnity costs in 10 years of the 17-year period. As of June 30, 1965, the Corporation's surplus was \$1.9 million.

The following table summarizes the insurance operations by commodities for 1965, 1966, and 1967:

NET INCOME OR LOSS ON INSURANCE OPERATIONS, BY COMMODITIES

[Fiscal years ending June 30, 1965, 1966, and 1967—in thousands of dollars]

	1965 actual (1964 crop year)	1966 estimate (1965 crop year)	1967 estimate (1966 crop year)
Apples.....	8	65	29
Barley.....	476	613	90
Beans.....	-147	-361	41
Cherries.....	35	-21	6
Citrus.....	655	139	192
Combined crop.....	307	469	52
Corn.....	-4,209	-1,995	812
Cotton.....	1,955	499	338
Flax.....	-253	383	65
Grain sorghum.....	-16	435	93
Oats.....	180	467	72
Peaches.....	-1,120	307	88
Peanuts.....	-201	451	83
Peas.....	-579	63	50
Potatoes.....	-566	12	28
Raisins.....	286	326	45
Rice.....	22	-6	10
Safflower.....	-3	-1	3
Soybeans.....	-68	992	445
Sugarbeets.....	-----	64	31
Tobacco.....	2,293	1,393	402
Tomatoes.....	27	15	3
Tung nuts.....	-----	19	6
Wheat.....	4,406	-2,491	1,184
Premiums over indemnities.....	3,488	1,837	4,168
Inspection and loss adjustment costs.....	-1,662	-1,677	-1,831
Administrative ex- penses charged to premium income.....	-3,341	-4,000	-4,000
Other income or ex- pense, net.....	-250	-265	-312
Net income or loss.....	-1,765	-4,105	-1,975

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
Revenue.....	33,868	36,277	42,125
Expense.....	35,633	40,382	44,100
Net income or loss for the year.....	-1,765	-4,105	-1,975
Analysis of retained earnings:			
Retained earnings, start of year.....	3,689	1,924	-2,181
Retained earnings, end of year.....	1,924	-2,181	-4,156

Financial Condition (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Assets:				
Treasury balance.....	42,341	41,438	37,959	36,271
Accounts receivable, net.....	6,155	15,231	14,878	14,641
Inventory (raisins).....	24	-----	-----	-----
Total assets.....	48,520	56,669	52,837	50,912
Liabilities:				
Current.....	4,831	14,745	15,018	15,068
Government equity:				
Non-interest-bearing capital.....	40,000	40,000	40,000	40,000
Retained earnings.....	3,689	1,924	-2,181	-4,156
Total Government equity.....	43,689	41,924	37,819	35,844

Analysis of Government Equity (in thousands of dollars)

Unobligated balance (Government equity)-----	43,689	41,924	37,819	35,844
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Note.—Excludes contingent liabilities representing estimated insurance coverage on 1965, 1966, and 1967 crops in the following amounts: 1965, \$593 million; 1966, \$689 million; and 1967, \$728 million.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-52-4085-0-3-351			
Personnel compensation:			
11.1 Permanent positions.....	73	70	110
11.3 Positions other than permanent.....	949	1,007	1,062
11.5 Other personnel compensation.....	-----	-----	-----
Total personnel compensation.....	1,022	1,077	1,172
12.0 Personnel benefits.....	41	46	47
21.0 Travel and transportation of persons.....	599	554	612
42.0 Insurance claims and indemnities.....	30,381	34,415	37,932
92.0 Undistributed (provision for doubtful accounts and adjustments of prior year expenses).....	249	290	337
93.0 Administrative expenses (see separate schedule).....	3,341	4,000	4,000
99.0 Total obligations.....	35,633	40,382	44,100

Personnel Summary

Total number of permanent positions.....	12	11	17
Full-time equivalent of other positions.....	180	186	193
Average number of all employees.....	192	197	210
Average GS grade.....	6.6	6.6	6.8
Average GS salary.....	\$6,929	\$7,202	\$7,344

ADMINISTRATIVE EXPENSES

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-52-4085-0-3-351			
Program by activities:			
Administrative expenses (costs—obligations).....	3,341	4,000	4,000
Financing:			
Unobligated balance lapsing.....	297	-----	-----
Limitation.....	3,638	4,000	4,000

Object Classification (in thousands of dollars)

11.3 Personnel compensation: Positions other than permanent.....	1,005	1,514	1,471
12.0 Personnel benefits.....	37	55	54
21.0 Travel and transportation of persons.....	555	776	786
25.1 Other services (advertising).....	117	137	145
Agents and other agreements.....	1,595	1,518	1,544
25.2 Services of other agencies.....	32	-----	-----
93.0 Administrative expenses included in schedule for fund as a whole.....	-3,341	-4,000	-4,000
99.0 Total obligations.....	-----	-----	-----

Personnel Summary

Average number of all employees.....	191	287	276
Average GS grade.....	6.6	6.6	6.8
Average GS salary.....	\$6,929	\$7,202	\$7,344

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-52-3927-0-4-351			
Program by activities:			
10 Contract sales and servicing (costs—obligations) (object class 21.0).....	1	-----	-----
Financing:			
11 Receipts and reimbursements from: Administrative budget accounts.....	-1	-----	-----
New obligatory authority.....	-----	-----	-----
Relation of obligations to expenditures:			
10 Total obligations.....	1	-----	-----
70 Receipts and other offsets (items 11-17).....	-1	-----	-----
71 Obligations affecting expenditures.....	-----	-----	-----
90 Expenditures.....	-----	-----	-----

RURAL ELECTRIFICATION ADMINISTRATION

General and special funds:

To carry into effect the provisions of the Rural Electrification Act of 1936, as amended (7 U.S.C. 901-924), as follows:

LOAN AUTHORIZATIONS

For loans in accordance with said Act, and for carrying out the provisions of section 7 thereof, to be borrowed from the Secretary of the Treasury in accordance with the provisions of section 3(a) of said Act, and to remain available without fiscal year limitation in accordance with section 3(e) of said Act, as follows: Rural electrification program, [\$365,000,000, of which \$60,000,000 shall be placed in reserve to be borrowed under the same terms and conditions to the extent that such amount is required during the current fiscal year under the then existing conditions for the expeditious and orderly development of the rural electrification program] \$220,000,000; and rural telephone program, [\$97,000,000, of which \$15,000,000 shall be placed in reserve to be borrowed under the same terms and conditions to the extent that such amount is required during the current fiscal year under the then existing conditions for the expeditious and orderly development of the rural telephone program] \$85,000,000. (Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-56-3197-0-1-353			
Program by activities:			
1. Rural electrification.....	299,790	290,000	295,000
2. Rural telephone.....	80,792	80,000	85,000
Total program costs, funded.....	380,582	370,000	380,000
Change in selected resources ¹	96,365	1,000	-25,000
10 Total obligations (object class 33.0).....	476,947	371,000	355,000
Financing:			
17 Recovery of prior year obligations.....	-36,788	-625	-----
21.47 Unobligated balance, start of year.....	-46,349	-41,190	-72,815
24.47 Unobligated balance available, end of year.....	41,190	72,815	22,815
25.47 Unobligated balance lapsing.....	-----	60,000	-----
47 New obligatory authority (authorization to expend from public debt receipts).....	435,000	462,000	305,000
Relation of obligations to expenditures:			
10 Total obligations.....	476,947	371,000	355,000
70 Receipts and other offsets (items 11-17).....	-36,788	-625	-----
71 Obligations affecting expenditures.....	440,159	370,375	355,000
72.47 Obligated balance, start of year.....	1,030,798	1,090,375	1,090,750
74.47 Obligated balance, end of year.....	-1,090,375	-1,090,750	-1,065,750
90 Expenditures.....	380,582	370,000	380,000

¹ Selected resources as of June 30 are as follows: Undisbursed loan obligations, 1964, \$1,030,798 thousand (1965 adjustments, -\$36,788 thousand); 1965, \$1,090,375 thousand (1966 adjustments, -\$625 thousand); 1966, \$1,090,750 thousand; 1967, \$1,065,750 thousand.

RURAL ELECTRIFICATION ADMINISTRATION— Continued

General and special funds—Continued

LOAN AUTHORIZATIONS—Continued

The Administration conducts two capital investment programs: (a) the rural electrification program to provide electric service to farms and other rural establishments; and (b) the rural telephone program to furnish and improve telephone service in rural areas. Funds for making repayable loans are borrowed from the Secretary of the Treasury.

1. *Rural electrification.*—This capital investment program is financed through loans which bear 2% interest and must be repaid within a period not to exceed 35 years. Loans are also made for shorter periods at 2% interest to electrification borrowers to be reloaned to their consumers for the purpose of financing the wiring of premises and the acquisition and installation of electrical and plumbing appliances and equipment, including machinery.

STATUS OF THE ELECTRIFICATION PROGRAM

Program Financing

[Dollars in thousands]

Loan funds available:			
New loan authorization:	1965 actual	1966 estimate	1967 estimate
Regular.....	275,000	305,000	220,000
Reserve.....	90,000	60,000	-----
Carryover from prior year.....	23,057	37,356	72,415
Rescissions of prior year loans.....	29,272	59	-----
Total loan funds available.....	417,329	402,415	292,415
Less—			
Loans approved.....	379,973	270,000	270,000
Reserve not used.....	-----	60,000	-----
Balance to next year.....	37,356	72,415	22,415

Program Statistics

[Dollars in thousands]

Cumulative net loans.....	\$5,631,572	\$5,901,513	\$6,171,513
Cumulative funds advanced.....	\$4,751,612	\$5,041,612	\$5,336,612
Unadvanced funds, end of year.....	\$879,960	\$859,901	\$834,901
Cumulative principal repaid.....	\$1,535,640	\$1,692,740	\$1,853,840
Cumulative interest paid.....	\$726,303	\$797,703	\$873,103
Cumulative miles energized (thousands).....	1,557	1,578	1,600
Cumulative consumers served (thousands).....	5,440	5,590	5,740
Number of borrowers.....	1,104	1,106	1,108

2. *Rural telephone.*—This capital investment program is financed through loans which are made for the purpose of financing the improvement, expansion, construction, acquisition, and operation of the telephone lines and facilities or systems to furnish and improve telephone service in rural areas. The loans bear 2% interest and must be repaid within a period not to exceed 35 years.

In 1950, when the telephone program started, the Census of Agriculture showed 38.2% of all farms with telephone service, fewer in both number and percentage than in 1920. Approximately 80% of the farms now have telephone service. Cumulative Rural Electrification Administration loans through June 30, 1965, will eventually provide initial or improved service to an estimated 2,044 thousand rural subscribers.

STATUS OF THE TELEPHONE PROGRAM

Program Financing

[Dollars in thousands]

Loan funds available:			
New loan authorization:	1965 actual	1966 estimate	1967 estimate
Regular.....	63,000	82,000	85,000
Reserve.....	7,000	15,000	-----
Carryover from prior year.....	23,292	3,834	400
Rescissions of prior year loans.....	7,516	566	-----
Total loan funds available.....	100,808	101,400	85,400
Less—			
Loans approved.....	96,974	101,000	85,000
Balance to next year.....	3,834	400	400

Program Statistics

[Dollars in thousands]

Cumulative net loans.....	\$1,167,903	\$1,268,337	\$1,353,337
Cumulative funds advanced.....	\$957,487	\$1,037,487	\$1,122,487
Unadvanced funds, end of year.....	\$210,416	\$230,850	\$230,850
Cumulative principal repaid.....	\$101,163	\$124,463	\$149,663
Cumulative interest paid.....	\$83,795	\$102,295	\$122,495
Route miles of line constructed or improved, cumulative (thousands).....	375	395	415
Dial subscribers, new and improved service, cumulative (thousands).....	1,671	1,773	1,875
Number of borrowers.....	848	860	870

REVENUE, EXPENSE, AND RETAINED EARNINGS

[In thousands of dollars]

For the fiscal year:			
Lending operations:	1965 actual	1966 estimate	1967 estimate
Interest revenue.....	78,989	83,656	88,321
Expense:			
Interest expense (statutory rates).....	77,490	81,355	85,660
Net revenue.....	1,499	2,301	2,661
Administrative expenses (provided by annual appropriations): Salaries and expenses.....	11,867	113,597	12,198
Cumulative to end of fiscal year:			
Lending operations:			
Interest revenue.....	951,657	1,035,313	1,123,634
Expense:			
Interest expense (statutory rates).....	884,911	966,265	1,051,925
Provision for possible losses on loans.....	9,090	9,090	9,090
Losses on foreclosed loans.....	44	44	44
Total expense.....	894,045	975,399	1,061,059
Net difference.....	57,612	59,914	62,575
Administrative expenses (provided by annual appropriations): Salaries and expenses.....	187,748	201,345	213,543

¹ Includes \$1,401 thousand adjustment covering accrued annual leave.

FINANCIAL CONDITION

[In thousands of dollars]

Assets:	1964 actual	1965 actual	1966 estimate	1967 estimate
Treasury balance.....	20,112	70,048	10,083	10,128
Cash on hand.....	288	991	991	991
Loans, net.....	3,860,186	4,063,169	4,284,269	4,529,669
Travel advances.....	95	96	96	96
Accounts receivable:				
Interest receivable.....	147,035	141,552	128,808	114,829
Current receivables.....	3	8	8	8
Equipment, net.....	418	413	415	414
Total assets.....	4,028,137	4,276,277	4,424,670	4,656,135

FINANCIAL CONDITION—Continued

[In thousands of dollars]

	1964 actual	1965 actual	1966 estimate	1967 estimate
Liabilities:				
Current.....	525	599	630	669
Accrued annual leave.....	-----	-----	1,401	1,401
Trust and deposit.....	5	5	5	5
Total liabilities.....	530	604	2,036	2,075
Government equity:				
Borrowings from Treasury....	3,828,421	4,075,001	4,221,055	4,449,816
Appropriated administrative funds, net.....	176,334	188,188	200,390	212,592
Appropriated loan funds, net.....	142,620	142,620	142,620	142,620
Net difference between income and expense.....	56,113	57,612	59,914	62,575
Administrative expenses.....	-175,881	-187,748	-201,345	-213,543
Total Government equity..	4,027,607	4,275,673	4,422,634	4,654,060

Proposed for separate transmittal:

LOAN AUTHORIZATIONS

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-56-3197-1-3-353			
Financing:			
14 Receipts and reimbursements from non-Federal sources.....	-----	-189,000	-196,000
21.47 Unobligated balance available, start of year.....	-----	-----	-189,000
24.47 Unobligated balance available, end of year.....	-----	189,000	80,000
47 New obligational authority (authorization to spend public debt receipts).....	-----	-----	-305,000
Relation of obligations to expenditures:			
70 Receipts and other offsets (items 11-17).....	-----	-189,000	-196,000
71 Total obligations (affecting expenditures).....	-----	-189,000	-196,000
94 Expenditures (applicable receipts).....	-----	-189,000	-196,000

Under proposed legislation for 1966.—To establish in 1966 a Rural Electrification Administration loan account which will reflect the net cost of the loan programs by showing it as the excess of the aggregate of the loans to be made over the current receipts on loans previously made. The account will be budgeted on a net expenditure basis. Net receipts are estimated to be \$189 million in 1966 and \$196 million in 1967. New obligational authority in 1967 would be adjusted as follows (in thousands of dollars):

Currently requested.....	305,000
Proposed revised estimate.....	-----
Reduction in new obligational authority.....	305,000

SALARIES AND EXPENSES

For administrative expenses, including not to exceed \$500 for financial and credit reports, funds for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$150,000 for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a), [\$11,934,000] \$12,202,000. (5 U.S.C. 511-512; 7 U.S.C. 901-924; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-56-3100-0-1-353			
Program by activities:			
1. Administration of rural electrification program.....	6,349	6,673	6,673
2. Administration of rural telephone program.....	5,515	5,529	5,529
Total program costs, funded ¹.....	11,864	12,202	12,202
Change in selected resources ².....	-5	-----	-----
10 Total obligations.....	11,859	12,202	12,202
Financing:			
25 Unobligated balance lapsing.....	75	-----	-----
New obligational authority.....	11,934	12,202	12,202
New obligational authority:			
40 Appropriation.....	11,938	11,934	12,202
41 Transfer to "Operating expenses, Public Buildings Service," General Services Administration (77 Stat. 436 and 78 Stat. 655).....	-4	-----	-----
43 Appropriation (adjusted).....	11,934	11,934	12,202
44 Proposed supplemental for civilian pay increases.....	-----	268	-----
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	11,859	12,202	12,202
72 Obligated balance, start of year.....	444	466	563
74 Obligated balance, end of year.....	-466	-563	-591
77 Adjustments to expired accounts.....	-5	-----	-----
90 Expenditures excluding pay increase supplemental.....	11,832	11,850	12,161
91 Expenditures from civilian pay increase supplemental.....	-----	255	13

¹ Includes capital outlay as follows: June 30, 1965, \$63 thousand; 1966, \$55 thousand; 1967, \$55 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$36 thousand (1965 adjustments, \$5 thousand); 1965, \$26 thousand; 1966, \$26 thousand; 1967, \$26 thousand.

The Administration assists electrification borrowers and potential borrowers to negotiate for adequate supplies of power on reasonable terms, and makes loans for the extension and improvement of electric and telephone services in rural areas. Business management and technical help is furnished borrowers where needed to protect the Government's loan security and to assure that construction and operation of their systems conform to approved standards and will provide continuous and reliable service.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-56-3100-0-1-353			
Personnel compensation:			
11.1 Permanent positions.....	9,533	9,913	9,911
11.3 Positions other than permanent.....	58	35	35
11.5 Other personnel compensation.....	6	9	9
Total personnel compensation.....	9,597	9,957	9,955
12.0 Personnel benefits.....	702	732	732
21.0 Travel and transportation of persons.....	1,010	950	839
22.0 Transportation of things.....	31	30	30
23.0 Rent, communications, and utilities.....	154	160	170
24.0 Printing and reproduction.....	91	95	95
25.1 Other services.....	35	35	40
25.2 Services of other agencies.....	130	130	168

RURAL ELECTRIFICATION ADMINISTRATION— Continued

General and special funds—Continued

SALARIES AND EXPENSES—Continued

Object Classification (in thousands of dollars)—Continued

Identification code 05-56-3100-0-1-353	1965 actual	1966 estimate	1967 estimate
26.0 Supplies and materials.....	53	55	55
31.0 Equipment.....	50	50	60
42.0 Insurance claims and indemnities.....	5	8	8
99.0 Total obligations.....	11,859	12,202	12,202

Personnel Summary

Total number of permanent positions.....	1,049	1,065	1,063
Full-time equivalent of other positions.....	3	2	2
Average number of all employees.....	966	977	961
Average GS grade.....	9.8	9.8	9.7
Average GS salary.....	\$9,776	\$10,196	\$10,243
Average salary of ungraded positions.....	\$4,618	\$4,618	\$4,618

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-56-3997-0-4-353	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Administration of rural electrification program.....	12	6	6
2. Administration of rural telephone program.....	4	4	4
3. Area redevelopment program (Commerce).....	295	84	-----
4. Agency for International Development (Funds appropriated to the President).....	23	26	26
Total program costs, funded.....	334	120	36
Portion of foregoing originally charged to allocation from the Agency for International Development.....	-23	-6	-----
10 Total obligations.....	311	114	36
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts.....	-305	-109	-31
14 Non-Federal sources (40 U.S.C. 481(c)).....	-6	-5	-5
New obligational authority.....	-----	-----	-----
Relation of obligations to expenditures:			
10 Total obligations.....	311	114	36
70 Receipts and other offsets (items 11-17).....	-311	-114	-36
71 Obligations affecting expenditures.....	-----	-----	-----
90 Expenditures.....	-----	-----	-----

Object Classification (in thousands of dollars)

11.1 Personnel compensation: Permanent positions.....	265	94	28
12.0 Personnel benefits.....	20	7	2
21.0 Travel and transportation of persons.....	43	13	-----

Object Classification (in thousands of dollars)—Continued

Identification code 05-56-3997-0-4-353	1965 actual	1966 estimate	1967 estimate
24.0 Printing and reproduction.....	-----	1	1
31.0 Equipment.....	6	5	5
Subtotal.....	334	120	36
96.0 Portion of foregoing originally charged to allocations from the Agency for International Development.....	-23	-6	-----
99.0 Total obligations.....	311	114	36

Personnel Summary

Total number of permanent positions.....	23	7	2
Average number of all employees.....	23	7	2
Average GS grade.....	9.8	9.8	9.7
Average GS salary.....	\$9,776	\$10,196	\$10,243
Average salary of ungraded positions.....	\$4,618	\$4,618	\$4,618

FARMERS HOME ADMINISTRATION

General and special funds:

RURAL WATER AND WASTE DISPOSAL GRANTS

For grants pursuant to sections 306(a)(2) and 306(a)(6) of the Consolidated Farmers Home Administration Act of 1961, as amended, **[\$20,000,000]** \$26,000,000. (7 U.S.C. 1926; Supplemental Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-60-2066-0-1-352	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Planning grants.....	-----	3,000	3,000
2. Development grants.....	-----	17,000	23,000
10 Total program costs, funded—obligations (object class 41.0).....	-----	20,000	26,000
Financing:			
40 New obligational authority (appropriation).....	-----	20,000	26,000
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	-----	20,000	26,000
74 Obligated balance, end of year.....	-----	-----	-5,000
90 Expenditures.....	-----	20,000	21,000

This program, authorized by Public Law 89-240, approved October 7, 1965, provides for planning grants to be made to public and private bodies with authority to prepare comprehensive plans for the development of water or sewer systems in rural areas which do not have funds available for such planning. In addition, development grants are made to associations, including nonprofit corporations and public and quasi-public agencies to finance specific projects for the development, storage, treatment, purification, or distribution of water or the collection, treatment, or disposal of waste in rural areas. The amount of the grant may not exceed 50% of the development cost of the project.

RURAL RENEWAL

For necessary expenses, including administrative expenses, in carrying out rural renewal activities under section 32(e) of title III of the Bankhead-Jones Farm Tenant Act, as amended, \$1,200,000, to remain available until expended. (*Department of Agriculture and Related Agencies Appropriation Act, 1966.*)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-2003-0-1-352			
Program by activities:			
1. Loans for rural renewal and demonstration projects.....	670	1,835	950
2. Technical assistance and operating expense.....	198	250	250
Total program costs, funded.....	868	2,085	1,200
Change in selected resources ¹	248	-801	-----
10 Total obligations.....	1,116	1,284	1,200
Financing:			
21 Unobligated balance available, start of year.....	-----	-84	-----
24 Unobligated balance available, end of year.....	84	-----	-----
40 New obligational authority (appropriation).....	1,200	1,200	1,200
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	1,116	1,284	1,200
72 Obligated balance, start of year.....	1,054	1,227	420
74 Obligated balance, end of year.....	-1,227	-420	-420
77 Adjustment in expired accounts.....	3	-----	-----
90 Expenditures.....	946	2,091	1,200

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$950 thousand (1965 adjustment \$3 thousand); 1965, \$1,201 thousand; 1966, \$400 thousand; 1967, \$400 thousand.

This program was authorized by section 102 of the Food and Agriculture Act of 1962. Loans are made to local public agencies or groups for rural renewal development projects which are specifically related to conservation and land utilization. Each project will be an important component of the overall rural renewal plan previously developed to rebuild the economy of the designated area. To be eligible for designation as a rural renewal area, the locality must be one of chronic underemployment on farms and unemployment in the surrounding communities. The area must also be one in which agriculture or forestry contribute substantially to the economy. The 1967 request is to provide for continuation of program operations in five pilot project areas.

Program operations include selection and designation of rural renewal areas technical assistance to local public bodies or officials, or organizations in the preparation of an economic development plan, and counsel to local agencies and groups for meeting legal requirements necessary for borrowing funds. The borrowing agency is designated by the State legislature or Governor to receive rural renewal loan funds and is vested with authority under State and local laws to borrow funds, buy and sell property, raise revenue, meet financial obligations and transact other necessary business functions.

Rural renewal loans are repayable in not more than 30 years with repayment of principal and interest deferred up to 5 years, if necessary. Loans bear interest at the

average rate paid by the U.S. Treasury on obligations of similar maturity. The rate for 1966 is 3.222%.

Program administration.—The Farmers Home Administration has been assigned responsibility for the coordination, direction, and supervision of the rural renewal program. The principal administrative expenses are related to technical assistance, coordination of project plans and loan programs by the Farmers Home Administration. These expenses are estimated at \$223 thousand in 1966 and 1967. Administrative expenses allotted to the Economic Research Service will be \$27 thousand for 1966 and 1967.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-2003-0-1-352			
FARMERS HOME ADMINISTRATION			
11.1 Personnel compensation: Permanent positions.....	93	129	129
12.0 Personnel benefits.....	7	10	10
21.0 Travel and transportation of persons.....	15	15	15
23.0 Rent, communications, and utilities.....	-----	5	5
24.0 Printing and reproduction.....	-----	3	3
25.1 Other services.....	54	59	59
26.0 Supplies and materials.....	-----	1	1
33.0 Investments and loans.....	920	1,034	950
Total obligations, Farmers Home Administration.....	1,089	1,256	1,172
ALLOTMENT TO ECONOMIC RESEARCH SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	24	26	26
11.3 Positions other than permanent.....	1	-----	-----
Total personnel compensation.....	25	26	26
12.0 Personnel benefits.....	2	2	2
Total obligations, Economic Research Service.....	27	28	28
99.0 Total obligations.....	1,116	1,284	1,200

Personnel Summary

FARMERS HOME ADMINISTRATION			
Total number of permanent positions.....	24	24	24
Average number of all employees.....	9	24	24
Average GS grade.....	6.8	7.2	7.3
Average GS salary.....	\$7,057	\$7,516	\$7,589
ALLOTMENT TO ECONOMIC RESEARCH SERVICE			
Total number of permanent positions.....	3	2	2
Average number of all employees.....	3	2	2
Average GS grade.....	9.0	9.0	9.0
Average GS salary.....	\$8,978	\$9,420	\$9,640

RURAL HOUSING FOR DOMESTIC FARM LABOR

For financial assistance [to public nonprofit organizations] for housing for domestic farm labor, pursuant to section 516 of the Housing Act of 1949, as amended [78 Stat. 796-798] (42 U.S.C. 1486), \$3,000,000, to remain available until expended. (*Department of Agriculture and Related Agencies Appropriation Act, 1966.*)

FARMERS HOME ADMINISTRATION—Continued**General and special funds—Continued****RURAL HOUSING FOR DOMESTIC FARM LABOR—Continued****Program and Financing (in thousands of dollars)**

Identification code 05-60-2004-0-1-352	1965 actual	1966 estimate	1967 estimate
Program by activities:			
10 Financial assistance for low-rent domestic farm labor housing (costs—obligations) (object class 41.0)-----		3,000	3,000
Financing:			
40 New obligational authority (appropriation)-----		3,000	3,000
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)-----		3,000	3,000
90 Expenditures-----		3,000	3,000

Financial assistance will be provided to public or private nonprofit organizations for low-rent housing and related facilities for domestic farm labor as authorized by the Housing Act of 1964.

Assistance not to exceed two-thirds of the total development cost will be provided for new structures and sites and for the rehabilitation, alteration, conversion, or improvement of dwellings, dining halls, community rooms or buildings, and infirmaries used by domestic farm laborers.

RURAL HOUSING GRANTS

For grants pursuant to section 504(a) of the Housing Act of 1949, as amended (42 U.S.C. 1474), \$4,000,000, to remain available until expended.

Program and Financing (in thousands of dollars)

Identification code 05-60-2067-0-1-352	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Repair and improvement grants (program costs, funded)-----	2,292		4,000
Change in selected resources ¹ -----	-397		
10 Total obligations (object class 41.0)-----	1,895		4,000
Financing:			
16 Comparative transfer to other accounts-----	26		
21 Unobligated balance available, start of year-----	-4,051		
25 Unobligated balance lapsing-----	2,130		
40 New obligational authority (appropriation)-----			4,000
Relation of obligations to expenditures:			
10 Total obligations-----	1,895		4,000
70 Receipts and other offsets (items 11-17)-----	26		
71 Obligations affecting expenditures-----	1,921		4,000
72 Obligated balance, start of year-----	397		
90 Expenditures-----	2,318		4,000

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$397 thousand; 1965, \$0.

Rural housing grants.—Rural housing grants are authorized by title V of the Housing Act of 1949, as amended, to be made to farmowners, to nonfarmowners of real estate

in rural areas, and to long-term farm leaseholders. Repair and improvement grants are made for minor building repair such as repairing roofs, providing sanitary facilities, providing an adequate sanitary water supply, and supplying screens. In some cases, a combination building loan and grant is made. A repair and improvement grant or a combination direct loan and grant may not exceed \$1 thousand. Direct rural housing loans made in conjunction with repair and improvement grants are reflected in the rural housing direct loan account schedules.

SALARIES AND EXPENSES

For necessary expenses of the Farmers Home Administration, not otherwise provided for, in administering the programs authorized by the Consolidated Farmers Home Administration Act of 1961 (7 U.S.C. 1921-1990), as amended, title V of the Housing Act of 1949, as amended (42 U.S.C. 1471-1484) 1490), and the Rural Rehabilitation Corporation Trust Liquidation Act, approved May 3, 1950 (40 U.S.C. 440-444); [\$44,000,000] \$51,600,000, together with not more than \$2,250,000 of the charges collected in connection with the insurance of loans as authorized by section 309(e) of the Consolidated Farmers Home Administration Act of 1961, as amended, and section 514(b)(3) of the Housing Act of 1949, as amended: *Provided*, That, in addition, not to exceed \$500,000 of the funds available for the various programs administered by this Agency may be transferred to this appropriation for temporary field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574) to meet unusual or heavy workload increases: *Provided further*, That no part of any funds in this paragraph may be used to administer a program which makes rural housing grants pursuant to section 504 of the Housing Act of 1949, as amended.

[For an additional amount for "Salaries and expenses", \$4,500,000.] (Department of Agriculture and Related Agencies Appropriation Act, 1966; Supplemental Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-60-2001-0-1-352	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Administration of grant, and direct and insured loan programs (program costs, funded) ¹ -----	42,494	52,736	53,850
Change in selected resources ² -----	-22		
10 Total obligations-----	42,472	52,736	53,850
Financing:			
11 Receipts and reimbursements from: Administrative budget accounts:			
Advanced from the "Agricultural credit insurance fund"-----	-800	-2,250	-2,250
Advanced from "Loans, Farmers Home Administration, 1957-1966"-----	-500	-500	
21 Unobligated balance available, start of year-----		-325	
24 Unobligated balance available, end of year-----	325		
25 Unobligated balance lapsing-----	61		
New obligational authority-----	41,558	49,661	51,600
New obligational authority:			
40 Appropriation-----	41,569	48,500	51,600
41 Transferred to "Operating expenses, Public Buildings Service," General Services Administration (78 Stat. 655 and 79 Stat. 531)-----	-11	-39	
43 Appropriation (adjusted)-----	41,558	48,461	51,600
44 Proposed supplemental for civilian pay increases-----		1,200	
Relation of obligations to expenditures:			
10 Total obligations-----	42,472	52,736	53,850
70 Receipts and other offsets (items 11-17)-----	-1,300	-2,750	-2,250
71 Obligations affecting expenditures-----	41,172	49,986	51,600

Program and Financing (in thousands of dollars)—Continued

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-2001-0-1-352			
Relation of obligations to expenditures—Con.			
72 Obligated balance, start of year.....	2,174	2,025	3,000
74 Obligated balance, end of year.....	-2,025	-3,000	-3,600
77 Adjustment in expired accounts.....	12		
90 Expenditures excluding pay increase supplemental.....	41,333	47,871	50,940
91 Expenditures from civilian pay increase supplemental.....		1,140	60

¹ Includes capital outlay as follows: 1965, \$701 thousand; 1966, \$600 thousand.

² Selected resources as of June 30 are as follows:

	1964	1965	1966	1967
Stores.....	125	150	150	150
Unpaid undelivered orders.....	174	127	127	127
Total selected resources.....	299	277	277	277

These moneys are used to administer the grant and loan programs of the Farmers Home Administration including reviewing applications, making and collecting loans, and providing technical assistance and guidance to borrowers.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-2001-0-1-352			
Personnel compensation:			
11.1 Permanent positions.....	31,501	40,111	40,859
11.3 Positions other than permanent.....	1,418	1,607	1,610
11.5 Other personnel compensation.....	138	110	110
Total personnel compensation.....	33,057	41,828	42,579
12.0 Personnel benefits.....	2,492	3,200	3,233
21.0 Travel and transportation of persons.....	3,464	4,000	3,750
22.0 Transportation of things.....	153	125	150
23.0 Rent, communications, and utilities.....	1,896	1,989	2,098
24.0 Printing and reproduction.....	175	200	250
25.1 Other services.....	471	724	1,025
26.0 Supplies and materials.....	201	200	235
31.0 Equipment.....	562	470	530
42.0 Insurance claims and indemnities.....	1		
99.0 Total obligations.....	42,472	52,736	53,850

Personnel Summary

	1965 actual	1966 estimate	1967 estimate
Total number of permanent positions.....	4,711	5,720	5,980
Full-time equivalent of other positions.....	544	695	695
Average number of all employees.....	4,987	6,175	6,275
Average GS grade.....	6.8	7.2	7.3
Average GS salary.....	\$7,057	\$7,516	\$7,589

ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments from other accounts are included in the schedules of the parent appropriations as follows:

Funds appropriated to the President: "Economic Opportunity Program,"

"Southeast hurricane disaster."

Agriculture:

Soil Conservation Service:

"Watershed protection."

"Flood prevention."

"Resource conservation and development projects."

Forest Service, "Timber development organization loans and technical assistance."

Public enterprise funds:

DIRECT LOAN ACCOUNT

Direct loans and advances under subtitles A and B, and advances under section 335(a) for which funds are not otherwise available, of the Consolidated Farmers Home Administration Act of 1961 (7 U.S.C. 1921), as amended, may be made from funds available in the Farmers Home Administration direct loan account as follows: real estate loans, [\$75,000,000] \$97,100,000; and operating loans,

\$300,000,000, of which \$50,000,000 shall be placed in reserve to be used only to the extent required during the current fiscal year under the then existing conditions for the expeditious and orderly conduct of the loan program. (*Department of Agriculture and Related Agencies Appropriation Act, 1966.*)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-4220-0-3-352			
Program by activities:			
Operating costs, funded:			
Interest on borrowings.....	13,806	16,000	23,300
Costs incident to security for loans.....	23		
Provision for losses on current receivables.....	2,557	2,379	2,406
Total operating costs, funded.....	16,386	18,379	25,706
Capital outlay, funded:			
Real estate loans:			
Farm ownership loans.....	62,124	13,000	5,300
Soil and water loans.....	15,401	30,000	50,500
Land conservation and development loans (Appalachia).....		7,100	7,100
Total real estate loans.....	77,525	50,100	62,900
Operating loans.....	301,597	250,000	300,000
Judgments and collateral acquired.....	172	115	118
Total capital outlay, funded.....	379,294	300,215	363,018
Total program costs, funded.....	395,681	318,594	388,724
Change in selected resources ¹	-20,452	-3,000	34,200
10 Total obligations.....	375,228	315,594	422,924
Financing:			
14 Receipts and reimbursables from non-Federal sources:			
Repayments on loans.....	-282,068	-297,377	-289,325
Proceeds from sale of acquired property.....	-189	-200	-300
Payments of judgments.....	-155	-170	-170
Interest revenue.....	-48,929	-50,952	-50,227
Other revenue.....	-28	-8	-7
21.98 Unobligated balance available, start of year.....	-144,207	-107,449	-140,562
24.98 Unobligated balance available, end of year.....	107,449	140,562	57,667
40 New obligational authority (appropriation).....	7,100		
Relation of obligations to expenditures:			
10 Total obligations.....	375,228	315,594	422,924
70 Receipts and other offsets (items 11-17).....	-331,369	-348,707	-340,029
71 Obligations affecting expenditures.....	43,859	-33,113	82,895
72.98 Obligated balance, start of year:			
Obligated balance.....	652		
Receivables in excess of obligations.....		-23,461	-29,780
74.98 Obligated balance, end of year:			
Obligated balance.....			-1,336
Receivables in excess of obligations.....	23,461	29,780	
90 Expenditures.....	67,971	-26,794	51,779
Cash transactions:			
93 Gross expenditures.....	395,681	318,594	388,724
94 Applicable receipts.....	-327,710	-345,388	-336,945

¹ Balances of selected resources are identified on the statement of financial condition.

Farmers Home Administration, Direct loan account.—This account was established on October 16, 1961, pursuant to section 338(c) of the Consolidated Farmers Home Administration Act of 1961. Real estate and operating loans are made under the authorities of subtitles A and B of

FARMERS HOME ADMINISTRATION—Continued**Public enterprise funds—Continued****DIRECT LOAN ACCOUNT—Continued**

the act to farmers and ranchers and to associations unable to obtain credit from other sources at reasonable rates. Loans made under these and similar prior authorities are reported and accounted for in this account. In 1966, the total for loans reflected in the following schedules is \$297.1 million. In 1967, it is proposed to carry out the estimated loan program of \$397.1 million through utilization of receipts to the Direct loan account representing collections on loans outstanding. No new borrowing authorization is estimated for 1967.

In addition to the direct loans, farm ownership and soil and water loans advanced by private lenders will be insured within the annual statutory insurance authority of \$450 million for these purposes. Contingent liabilities for these insured loans are reflected in the Agricultural credit insurance fund schedules.

1. *Real estate loans.*—(a) *Farm ownership loans.*—Direct and insured loans are made to farmers and ranchers for acquiring, enlarging, or improving farms, including farm buildings; for financing land and water development, use and conservation including recreational uses and facilities; for forestry development; for refinancing existing indebtedness; and for loan closing costs. Loans are confined to farms which are not-larger-than-family farms. A loan cannot exceed \$60 thousand in any case. In addition, the indebtedness against a farm or other security, including the amount of the loan, cannot exceed \$60 thousand or the normal value of the farm and any additional security.

FARM OWNERSHIP LOANS

[Dollars in thousands]

	1965 actual		1966 estimate		1967 estimate	
	Number	Amount	Number	Amount	Number	Amount
Number of applications..	40,250		45,000		50,000	
Direct loans.....	3,382	\$45,000	800	\$10,000	300	\$5,000
Insured loans.....	8,804	137,591	13,400	225,000	14,000	230,000

(b) *Soil and water loans.*—Direct and insured loans are made to farmers and ranchers and to public and non-profit associations for the effective development and utilization of water supplies and waste disposal systems and for the improvement of farmland by soil and water conserving facilities and practices. Loans to associations also are made for shifts in land use and the development of recreational facilities. Direct land conservation and development loans to individuals are made in the Appalachian region to establish and carry out land stabilization, conservation, and erosion control practices. There is no limitation on the size of farms that may be improved with loans to individual farmers. For loans to individuals, the indebtedness against a farm or other security, including the amount of the loan, cannot exceed \$60 thousand or the normal value of the farm and any additional security. For loans to associations, the unpaid principal indebtedness, together with the amount of any grant assistance is limited to \$4 million.

SOIL AND WATER AND LAND CONSERVATION AND DEVELOPMENT (APPALACHIA) LOANS

[Dollars in thousands]

	1965 actual		1966 estimate		1967 estimate	
	Number	Amount	Number	Amount	Number	Amount
Number of applications..	3,510		15,000		15,000	
Direct loans:						
To individuals.....	438	\$1,529	580	\$2,000		
To individuals (Appalachia).....			3,750	7,100	3,750	\$7,100
To associations.....	70	2,852			16	2,000
To public bodies.....	72	10,619	300	28,000	332	83,000
Insured loans:						
To individuals.....	306	2,003	620	4,000	773	5,000
To associations.....	316	47,149	445	81,000	725	125,000
To public bodies.....	73	13,256	55	15,000		

Farm ownership, soil and water, and land conservation and development loans are repayable in not more than 40 years and bear interest not in excess of 5%. Insured loans are made through the Agricultural credit insurance fund with funds advanced by private lenders. Annual payments of principal and interest to lenders are fully guaranteed. The law provides that lenders can receive up to 5% interest. The Administration services these insured loans, makes collections, and pays the lender.

2. *Operating loans.*—Direct loans are made to farmers and ranchers for paying costs incident to reorganizing a farming system for more profitable operations; for a variety of essential farm operating expenses such as the purchase of livestock, farm equipment, feed, seed, fertilizer, and farm supplies; for financing land and water development, use and conservation including recreational uses and facilities; for refinancing indebtedness; for other farm and home needs; and for loan closing costs. Loans are confined to operators of not-larger-than-family farms. The outstanding principal loan balance for operating loans to any individual is limited to \$35 thousand. Loans bear interest at 5% and may be made for periods up to 7 years, but may be renewed for not more than 5 additional years. Loans are secured by crop and chattel liens and, when necessary, by real estate mortgages.

FARM OPERATING LOANS

	1965 actual	1966 estimate	1967 estimate
Number of applications.....	103,700	110,000	115,000
Number of loans.....	72,597	63,600	72,000
Amount of loans (thousands of dollars) ..	300,000	250,000	300,000

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
Operating program:			
Revenue.....	48,957	50,960	50,234
Expense.....	29,416	31,547	36,016
Net operating income.....	19,541	19,413	14,218
Nonoperating income or loss:			
Proceeds from sale of acquired property:			
Cash.....	189	200	300
Loans receivable.....	345	200	300
Total proceeds from sale.....	534	400	600
Net book value of assets sold.....	—508	—375	—575
Net operating gain.....	26	25	25
Net income for the year.....	19,567	19,438	14,243

Revenue, Expense, and Retained Earnings (in thousands of dollars)—Continued

	1965 actual	1966 estimate	1967 estimate
Analysis of retained earnings:			
Start of year.....	43,439	63,006	82,444
Retained earnings, end of year.....	63,006	82,444	96,687

Financial Condition (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Assets:				
Treasury balance.....	144,859	83,988	110,782	59,003
Accounts receivable, net.....	33,460	37,119	40,439	43,523
Loans receivable, net.....	918,136	1,001,843	990,974	1,053,871
Property acquired through fore- closure.....	399	573	697	672
Land and improvements.....	86	39	39	39
Judgments, net.....	551	595	664	730
Total assets.....	1,097,491	1,124,157	1,143,595	1,157,838
Liabilities:				
Current.....	14	13	13	13
Government equity:				
Interest-bearing capital.....	597,959	597,959	597,959	597,959
Non-interest-bearing capital:				
Start of year.....	456,079	456,079	463,179	463,179
Appropriation.....		7,100		
End of year.....	456,079	463,179	463,179	463,179
Retained earnings.....	43,439	63,006	82,444	96,687
Total Government equity.....	1,097,477	1,124,144	1,143,582	1,157,825

Analysis of Government Equity (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Undisbursed loan obligations ¹	34,097	13,646	10,646	44,846
Undisbursed obligations to pay costs chargeable to borrowers ¹	1			
Unobligated balance.....	144,207	107,449	140,562	57,667
Invested capital and earnings.....	919,172	1,003,050	992,374	1,055,312
Total Government equity.....	1,097,477	1,124,144	1,143,582	1,157,825

¹ The changes in these items are reflected on the program and financing schedule.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-4220-0-3-352			
33.0 Investments and loans.....	361,422	299,594	399,624
43.0 Interest and dividends.....	13,806	16,000	23,300
99.0 Total obligations.....	375,228	315,594	422,924

[RURAL HOUSING FOR THE ELDERLY REVOLVING FUND]

For loans pursuant to section 515(a) of the Housing Act of 1949, as amended (42 U.S.C. 1485), including advances pursuant to section

335(a) of the Consolidated Farmers Home Administration Act of 1961 (7 U.S.C. 1985) in connection with security for such loans, \$2,500,000.] (Department of Agriculture and Related Agencies Appropriation Act, 1966.)

RURAL HOUSING DIRECT LOAN ACCOUNT

For direct loans and related advances pursuant to section 518(d) of the Housing Act of 1949 (79 Stat. 500), \$15,000,000 shall be available from funds in the rural housing direct loan account.

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-4221-0-3-352			
Program by activities:			
Operating costs, funded:			
Administrative expense.....	500	500	
Interest on borrowings.....	19,800	21,000	22,000
Costs incident to security for loans.....	8		
Rural housing contributions.....	3		
Provisions for losses on current re- ceivables.....	6	10	15
Total operating costs, funded.....	20,317	21,510	22,015
Capital outlay, funded:			
Building loans.....	131,877	60,450	16,800
Elderly rental housing loans.....	1,008	5,000	5,000
Judgments and collateral acquired.....	20	2	4
Total capital outlay, funded.....	132,905	65,452	21,804
Total program costs, funded.....	153,222	86,962	43,819
Change in selected resources ¹	-1,894		-6,800
10 Total obligations.....	151,328	86,962	37,019
Financing:			
14 Receipts and reimbursements from non- Federal sources:			
Repayments on loans.....	-37,113	-43,027	-43,944
Proceeds from sale of acquired prop- erty.....	-109	-150	-150
Payments on judgments.....		-6	-1
Interest revenue.....	-24,401	-27,720	-28,355
Other revenue.....	-4	-4	-5
Payments to miscellaneous receipts (repayments on Treasury borrowings which do not restore borrowing authority).....	40,902		
16 Comparative transfer from other ac- counts.....	-26		
Unobligated balance available, start of year:			
21.47 Authorization to spend public debt receipts.....	-62,710	-112,710	
21.98 Fund balance.....	-41,836	-16,259	-115,414
Unobligated balance available, end of year:			
24.47 Authorization to spend public debt receipts.....	112,710		
24.98 Fund balance.....	16,259	115,414	150,850
New obligational authority.....	155,000	2,500	
New obligational authority:			
40 Appropriations.....	5,000	2,500	
67 Authorization to spend public debt re- ceipts.....	150,000		

¹ Balances of selected resources are identified on the statement of financial condition.

FARMERS HOME ADMINISTRATION—Continued**Public enterprise funds—Continued****RURAL HOUSING DIRECT LOAN ACCOUNT—Continued****Program and Financing (in thousands of dollars)—Continued**

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-4221-0-3-352			
Relation of obligations to expenditures:			
10 Total obligations.....	151,328	86,962	37,019
70 Receipts and other offsets (items 11-17).....	-20,751	-70,907	-72,455
71 Obligations affecting expenditures.....	130,577	16,055	-35,436
72.98 Start of year:			
Obligated balance.....	1,083	-----	-----
Receivables in excess of obligations.....	-----	-1,687	-2,207
74.98 End of year:			
Obligated balance.....	-----	-----	-----
Receivables in excess of obligations.....	1,687	2,207	9,690
90 Expenditures.....	133,346	16,575	-27,953
Cash transactions:			
93 Gross expenditures.....	153,217	86,962	43,819
94 Applicable receipts.....	-19,871	-70,387	-71,772

Rural housing direct loan account.—This account was established in 1965 pursuant to section 518 of title V of the Housing Act of 1949, as amended. Public Law 89-117, approved August 10, 1965, created the Rural housing direct loan account. The law provided for transfer to the account of (a) all funds, claims, notes, mortgages, contracts, and property, and all collections and proceeds therefrom, held by the Farmers Home Administration under the direct rural housing program, including those securing notes issued by the Secretary of Agriculture to the Secretary of the Treasury for carrying out this program and any unexpended balance of amounts borrowed upon such notes, and (b) all unexpended balances of appropriations for direct rural housing loans, including the Rural housing for the elderly revolving fund. Transactions after July 1, 1964, are shown in the schedules, even though they did not actually pass through the revolving fund.

Rural housing direct loans are made on farms, in the open country, and in towns of not more than 5,500 population that are rural in character. Rural housing direct loans are also made to private nonprofit corporations and consumer cooperatives to provide modest cost rental housing and related facilities for elderly persons of low or moderate income in rural areas. Loans are made only to applicants unable to obtain housing credit from other sources upon terms and conditions which they reasonably could be expected to repay. Direct loans to individuals are repayable in not more than 33 years and bear interest at a rate not to exceed 5%. Direct loans for senior citizens rental housing are repayable in not more than 50 years and bear interest comparable to housing loans for the elderly in urban areas (currently 3%).

1. *Building loans.*—Direct building loans are made to farmowners, to owners of other real estate in rural areas, to long-term farm leaseholders and to other rural residents to construct, repair or replace dwellings and essential farm-service buildings. Loans may include funds to buy an older, previously occupied house, building site, and to buy farm service buildings.

2. *Natural disaster loans.*—Direct loans are made at 3% interest to the same persons eligible for building loans to provide for repair or replacement of farm or rural dwellings, farm service buildings and related facilities damaged by a natural disaster.

3. *Loans to the elderly.*—Direct building loans are made to senior citizens (62 years of age or over) to build or repair their homes or to buy a previously occupied home and building site. In the case of elderly applicants who are deficient in repayment ability, cosigners on promissory notes are permitted.

4. *Elderly rental housing loans.*—Direct loans are made to private nonprofit corporations and consumer cooperatives to provide modest cost rental housing and related facilities for elderly persons in rural areas with low or moderate income.

5. *Enlargement and development loans.*—Direct farm enlargement and development loans, along with building loans, are made to farmowners on potentially adequate farms who need to develop their farms so as to increase their income sufficiently to repay the loan.

[Dollars in thousands]

	1965 actual		1966 estimate		1967 estimate	
	Number	Amount	Number	Amount	Number	Amount
Number of applications.....	39,673	-----	60,000	-----	60,000	-----
Direct loans:						
Building loans—regular.....	14,021	122,892	5,700	45,450	472	3,500
Natural disaster loans.....	43	421	600	5,000	60	500
Building loans—elderly.....	1,704	7,636	1,715	10,000	835	5,000
Elderly rental housing loans.....	11	1,120	30	5,000	30	5,000
Enlargement and development loans.....	14	26	-----	-----	208	1,000
Total, direct.....	15,793	132,095	8,045	65,450	1,605	15,000
Insured loans:						
Farm labor housing.....	11	47	45	9,000	50	10,000
Elderly rental housing.....	24	897	155	15,000	155	15,000
Low-to-modest income building loans (individuals).....	-----	-----	30,000	250,000	36,800	300,000
Other than low-to-modest income building loans (individuals).....	-----	-----	3,000	36,000	4,000	50,000
Total, insured.....	35	944	33,200	310,000	41,005	375,000

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
Operating program:			
Revenue.....	24,405	27,724	28,360
Expense.....	20,985	21,836	22,168
Net operating income.....	3,420	5,888	6,192
Nonoperating income or loss:			
Proceeds from sale of acquired property:			
Cash.....	109	150	150
Loans receivable.....	133	25	25
Total proceeds from sale.....	242	175	175
Net book value of assets sold.....	-227	-150	-150
Net nonoperating gain.....	15	25	25
Net income for the year.....	3,435	5,913	6,217
Analysis of retained earnings, start of year.....	2,860	6,295	12,208
Retained earnings, end of year.....	6,295	12,208	18,425

Financial Condition (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Assets:				
Treasury balance.....	42,919	14,572	113,207	141,160
Accounts receivable, net.....	8,463	9,343	9,863	10,546
Loans receivable, net.....	566,704	661,677	683,598	661,175
Acquired security or collateral.....	125	156	206	206
Judgments, net.....	5	5	2	6
Total assets.....	618,216	685,753	806,876	813,093
Liabilities:				
Current.....	7	11	11	11
Government equity:				
Interest-bearing capital:				
Start of year.....	390,953	491,620	550,718	663,428
Borrowings from Treasury, net.....	100,667	59,098	112,710	-----
End of year.....	491,620	550,718	663,428	663,428
Non-interest-bearing capital:				
Capitalized assets.....	119,229	119,229	119,229	119,229
Appropriations:				
Start of year.....	1,000	4,500	9,500	12,000
Appropriation.....	3,500	5,000	2,500	-----
End of year.....	4,500	9,500	12,000	12,000
Retained earnings.....	2,860	6,295	12,208	18,425
Total Government equity.....	618,209	685,742	806,865	813,082

Analysis of Government Equity (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
Undisbursed loan obligations ¹	9,539	7,645	7,645
Unobligated balances.....	104,546	128,969	115,414
Invested capital and earnings.....	566,834	661,838	683,806
Subtotal.....	680,919	798,452	806,865
Undrawn authorization.....	-62,710	-112,710	-----
Total Government equity.....	618,209	685,742	806,865

¹ The changes in these items are reflected on the program and financing schedule.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-4221-0-3-352			
33.0 Investments and loans.....	131,528	65,962	15,019
43.0 Interest and dividends.....	19,800	21,000	22,000
99.0 Total obligations.....	151,328	86,962	37,019

RURAL HOUSING INSURANCE FUND

For the Rural Housing Insurance Fund, created by section 517(e) of the Housing Act of 1949, as amended, \$100,000,000, to remain available until expended. (Supplemental Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-4141-0-3-352			
Program by activities:			
Capital outlay: Loans made:			
For payment of delinquent install- ments.....	-----	-----	500
From fund for later sale.....	-----	161,350	214,350
Disbursement of loan repayments to note holders.....	-----	-----	10,970
Total capital outlay, funded.....	-----	161,350	225,820
Operating costs, funded:			
Other expense.....	-----	-----	200
Total operating costs, funded.....	-----	-----	200
Total program cost, funded.....	-----	161,350	226,020
Change in selected resources ¹	-----	20,000	650
10 Total obligations.....	-----	181,350	226,670
14 Financing:			
Receipts and reimbursements from non-Federal sources:			
Repayments on loans held.....	-----	-----	-775
Sale of loans.....	-----	-129,000	-220,000
Loan repayments received on behalf of note holders.....	-----	-----	-10,970
Insurance premiums.....	-----	-----	-1,100
Interest revenue.....	-----	-1,400	-2,500
21.98 Unobligated balance available, start of year.....	-----	-----	-49,050
24.98 Unobligated balance available, end of year.....	-----	49,050	57,725
40 New obligational authority (appro- priation).....	-----	100,000	-----
Relation of obligations to expenditures:			
10 Total obligations.....	-----	181,350	226,670
70 Receipts and other offsets (items 11-17).....	-----	-130,400	-235,345
71 Obligations affecting expenditures.....	-----	50,950	-8,675
72.98 Obligated balance, start of year.....	-----	-----	19,600
74.98 Obligated balance, end of year.....	-----	-19,600	-19,550
90 Expenditures.....	-----	31,350	-8,625
Cash transactions:			
93 Gross expenditures.....	-----	161,350	226,020
94 Applicable receipts.....	-----	-130,000	-234,645

¹ Balances of selected resources are identified on the statement of financial condition.

Rural Housing Insurance Fund.—This fund was established in 1965 pursuant to section 517(e) of title V of the Housing Act of 1949, as amended by Public Law 89-117. This fund is used to insure rural housing loans, farm labor housing loans and loans for rental housing for the elderly. For 1966, insured loans to families in the lower income levels are projected at \$250 million and \$36 million of loans to other applicants are estimated. For 1967, the levels for these loans are increased to \$300 million and \$50 million respectively. Insured farm labor housing loans are estimated at \$8.3 million for 1966 and

FARMERS HOME ADMINISTRATION—Continued**Public enterprise funds—Continued****RURAL HOUSING INSURANCE FUND—Continued**

at \$10 million for 1967. Insured loans for rental housing for the elderly are estimated at \$14.8 million for 1966 and \$15 million for 1967. Initial capitalization of the fund at \$100 million was provided by the Supplemental Appropriation Act, 1966, approved October 31, 1965.

POSITION WITH RESPECT TO INSURANCE AUTHORITIES

[In thousands of dollars]

	1965 actual	1966 estimate	1967 estimate
Low-to-modest income building loans (individuals):			
Annual insurance authority.....	300,000	300,000	300,000
Charges against insurance authority during the year:			
Loans insured.....	220,000	270,000	
Commitments to insure pending advances by lenders.....	30,000	30,000	
Total charges against authority.....	250,000	300,000	
Unused insurance authority.....	50,000		
Other than low-to-moderate income building loans (individuals): ¹			
Loans insured.....	31,000	45,000	
Commitments to insure pending advances by lenders.....	5,000	5,000	
Total loans.....	36,000	50,000	
Farm labor housing loans:			
Annual insurance authority.....	24,300	25,000	
Charges against insurance authority during the year:			
Loans insured.....	8,295	9,995	
Commitments to insure pending advances by lenders.....	5	5	
Total charges against authority.....	8,300	10,000	
Unused insurance authority.....	16,000	15,000	
Rental housing for senior citizens: ¹			
Loans insured.....	14,485	14,735	
Commitments to insure pending advances by lenders.....	265	265	
Total loans.....	14,750	15,000	

¹ There is no annual limitation on the authority.**Revenue Expense and Retained Earnings (in thousands of dollars)**

	1965 actual	1966 estimate	1967 estimate
Operating program:			
Revenue.....		1,400	3,600
Expense.....			200
Net operating income.....		1,400	3,400
Nonoperating income or loss:			
Net income for the year.....		1,400	3,400
Analysis of retained earnings, start of year.....			1,400
Retained earnings, end of year.....		1,400	4,800

Financial Condition (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Assets:				
Treasury balance.....			68,650	77,275
Accounts receivable, net.....			400	1,100
Loan receivable, net.....			32,350	26,425
Total assets.....			101,400	104,800
Government equity:				
Non-interest-bearing capital (appropriation).....			100,000	100,000
Retained earnings.....			1,400	4,800
Total Government equity.....			101,400	104,800

Analysis of Government Equity (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Undisbursed loan obligations ¹			20,000	20,650
Unobligated balance.....			49,050	57,725
Invested capital and earnings.....			32,350	26,425
Total Government equity.....			101,400	104,800

¹ The changes in these items are reflected on the program and financing schedule.

Note.—This statement excludes contingent liabilities for insured loans in principal amounts at June 30, 1966, \$241,700 thousand and \$611,455 thousand, at June 30, 1967.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-4141-0-3-352			
25.1 Other services.....			200
33.0 Investments and loans.....		181,350	226,470
99.0 Total obligations.....		181,350	226,670

EMERGENCY CREDIT REVOLVING FUND**Program and Financing (in thousands of dollars)**

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-4104-0-3-352			
Program by activities:			
Operating costs, funded:			
1. Administrative expenses.....	4,313	4,435	4,478
2. Interest and other expenses.....	518	502	470
Total operating costs, funded.....	4,831	4,937	4,948
Capital outlay, funded:			
3. Loans made: Emergency loans.....	77,743	64,000	64,000
4. Judgments and collateral acquired.....	10	7	7
Total capital outlay, funded.....	77,753	64,007	64,007
Total program costs, funded.....	82,584	68,944	68,955
Change in selected resources ¹	641		
10 Total obligations.....	83,225	68,944	68,955

Program and Financing (in thousands of dollars)—Continued

Identification code 05-60-4104-0-3-352	1965 actual	1966 estimate	1967 estimate
Financing:			
14 Receipts and reimbursements from non-Federal sources:			
Repayments on loans.....	-49,577	-63,332	-63,303
Proceeds from sale of acquired property.....	-301	-19	-5
Payments on judgments.....	-35	-31	-35
Revenue.....	-2,391	-2,679	-2,654
21.98 Unobligated balance available, start of year.....	-49,188	-18,268	-15,385
24.98 Unobligated balance available, end of year.....	18,268	15,385	12,427
New obligational authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	83,225	68,944	68,955
70 Receipts and other offsets (items 11-17).....	-52,304	-66,061	-65,997
71 Obligations affecting expenditures.....	30,921	2,883	2,958
72.98 Receivables in excess of obligations, start of year.....	-2,807	-2,144	-2,285
74.98 Receivables in excess of obligations, end of year.....	2,144	2,285	2,445
90 Expenditures.....	30,257	3,024	3,118
Cash transactions:			
93 Gross expenditures.....	82,564	68,944	68,955
94 Applicable receipts.....	-52,307	-65,920	-65,837

¹ Balances of selected resources are identified on the statement of financial condition.

This fund is authorized by subtitle C of the Consolidated Farmers Home Administration Act of 1961, to finance emergency loans in areas where agricultural credit is not readily available because of natural disasters. Loans are generally confined to areas designated as emergency areas. Loans may be made outside of such areas to eligible applicants who have suffered severe production losses not general to the area. Loans also may be made to previously indebted borrowers to permit orderly repayment of such indebtedness. Public Law 89-339, approved November 8, 1965, authorized loans in the Hurricane Betsy area for a limited time with special provisions for cancellation of principal or waiver of interest up to \$1,800.

Loans.—(a) *Emergency loans.*—Emergency loans are made at 3% interest to eligible farmers, ranchers, or oyster planters and to domestic corporations or partnerships engaged primarily in farming, ranching, or oyster planting. Loans are made for any authorized purposes for which operating, farm ownership, or soil and water loans may be made by the Farmers Home Administration.

(b) *Other loans.*—Where necessary to protect the Government's investment, obligations are incurred in connection with outstanding loans to provide for payment of such costs as taxes and insurance. Such advances are charged to the borrowers' accounts.

Administrative expenses.—The principal administrative expenses are related to the loan programs of the Farmers Home Administration. These expenses are estimated at \$4.4 million in 1966 and \$4.5 million in 1967. Administrative expenses for the Office of the General Counsel are estimated at \$22 thousand in fiscal year 1966 and \$23 thousand in fiscal year 1967.

Financing the program.—No new budgetary authorization is required for 1967. A net loss of \$5.2 million is

estimated on an accrual basis. Expenditures are estimated to exceed receipts by \$3.1 million on a cash basis. During 1967, the program will be wholly financed by receipts from operations of the revolving fund.

Operating results and financial conditions.—Revenue for 1967, consisting principally of interest on loans, is estimated at \$2.7 million, compared to expenses of \$7.8 million, resulting in an estimated loss of \$5.2 million. A net loss of \$5.1 million is estimated for 1966, and a net loss of \$5 million resulted in 1965.

Loans receivable, after allowance for losses, are expected to amount to \$82.8 million on June 30, 1967, as compared to \$85 million on June 30, 1966, and \$87.3 million on June 30, 1965.

The Government investment at June 30, 1967, is expected to be \$96.8 million consisting of \$205.8 million appropriated and donated, less a deficit of \$109 million.

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
Operating program:			
Revenue.....	2,391	2,679	2,654
Expense.....	7,373	7,767	7,845
Net operating loss.....	-4,982	-5,088	-5,191
Nonoperating profit or loss:			
Proceeds from sale of collateral:			
Cash.....	301	19	5
Loans receivable.....	31		10
Total proceeds from sale of collateral.....	332	19	15
Net book value of assets sold.....	-329	-19	-15
Net nonoperating income.....	3		
Net loss for the year.....	-4,979	-5,088	-5,191
Analysis of deficit:			
Deficit, start of year.....	-93,815	-98,794	-103,882
Deficit, end of year.....	-98,794	-103,882	-109,073

Financial Condition (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Assets:				
Treasury balance.....	46,381	16,124	13,100	9,982
Accounts receivable, net.....	3,643	3,641	3,782	3,942
Loans receivable, net.....	61,628	87,252	85,044	82,809
Acquired security or collateral.....	329	9	10	15
Judgments, net.....	203	199	201	198
Total assets.....	112,184	107,225	102,137	96,946
Liabilities:				
Current.....	141	161	161	161
Government equity:				
Non-interest-bearing capital.....	205,858	205,858	205,858	205,858
Deficit.....	-93,815	-98,794	-103,882	-109,073
Total Government equity.....	112,043	107,064	101,976	96,785

Analysis of Government Equity (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Undisbursed loan obligations ¹	695	1,336	1,336	1,336
Unobligated balance.....	49,188	18,268	15,385	12,427
Invested capital and earnings.....	62,160	87,460	85,255	83,022
Total Government equity.....	112,043	107,064	101,976	96,785

¹ The changes in these items are reflected on the program and financing schedule

FARMERS HOME ADMINISTRATION—Continued**Public enterprise funds—Continued****EMERGENCY CREDIT REVOLVING FUND—Continued****Object Classification (in thousands of dollars)**

Identification code 05-60-4104-0-3-352	1965 actual	1966 estimate	1967 estimate
FARMERS HOME ADMINISTRATION			
Personnel compensation:			
11.1 Permanent positions.....	3,709	3,861	3,898
11.3 Positions other than permanent.....	27	15	16
11.5 Other personnel compensation.....	7	6	8
Total personnel compensation.....	3,743	3,882	3,922
12.0 Personnel benefits.....	287	296	298
21.0 Travel and transportation of persons.....	253	230	230
24.0 Printing and reproduction.....	8	4	4
25.1 Other services.....		1	1
33.0 Investments and loans.....	78,394	64,007	64,007
Undistributed charges (provision for losses on current receivables, etc.).....	518	502	470
Total obligations, Farmers Home Administration.....	83,203	68,922	68,932
ALLOTMENT TO THE OFFICE OF THE GENERAL COUNSEL			
11.1 Personnel compensation: Permanent positions.....	20	20	21
12.0 Personnel benefits.....	2	2	2
Total obligations, Office of the General Counsel.....	22	22	23
99.0 Total obligations.....	83,225	68,944	68,955

Personnel Summary

FARMERS HOME ADMINISTRATION			
Total number of permanent positions.....	560	560	560
Full-time equivalent of other positions.....	5	3	3
Average number of all employees.....	554	556	556
Average GS grade.....	6.8	7.2	7.3
Average GS salary.....	\$7,057	\$7,516	\$7,589
ALLOTMENT TO OFFICE OF THE GENERAL COUNSEL			
Total number of permanent positions.....	3	3	3
Average number of all employees.....	3	3	3
Average GS grade.....	9.2	9.0	8.9
Average GS salary.....	\$9,816	\$9,979	\$9,946

AGRICULTURAL CREDIT INSURANCE FUND**Program and Financing (in thousands of dollars)**

Identification code 05-60-4140-0-3-352	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Capital outlay:			
Loans made:			
For payment of delinquent installments.....	6,191	6,700	7,300
Advances on behalf of borrowers.....	832	300	300
From fund for later sale.....	129,755	196,191	209,072
Purchase of loans from lenders.....	47,989	50,000	20,000
Disbursement of loan repayments to note holders.....	52,766	71,889	102,341
Collateral acquired by default.....	38	49	50

Program and Financing (in thousands of dollars)—Continued

Identification code 05-60-4140-0-3-352	1965 actual	1966 estimate	1967 estimate
Program by activities—Continued			
Capital outlay—Continued			
Judgments.....	2	3	4
Total capital outlay, funded.....	237,573	325,132	339,067
Operating costs, funded:			
Administrative expenses.....	800	2,250	2,250
Interest on borrowings.....	2,763	3,400	4,000
Other expense.....	531	821	922
Total operating costs, funded.....	4,094	6,471	7,172
Total program cost, funded.....	241,667	331,603	346,239
Change in selected resources ¹	6,534	-551	7,328
10 Total obligations.....	248,201	331,052	353,567
Financing:			
14 Receipts and reimbursements from non-Federal sources:			
Repayments on advances.....	-4,960	-6,500	-7,000
Repayments on loans held.....	-8,850	-12,000	-12,500
Sale of loans.....	-156,587	-228,800	-315,000
Loan repayments received on behalf of note holders.....	-52,766	-71,889	-102,341
Proceeds from sale of acquired real estate.....	-104	-300	-200
Payments on judgments.....	-2	-4	-6
Insurance premiums.....	-5,214	-6,000	-6,400
Interest revenue.....	-3,188	-3,500	-3,700
Fees and other revenues.....	-11	-15	-15
17. Restoration of undrawn authorizations to spend from public debt receipts.....	-22,185		
21.47 Unobligated balance available, start of year: Authorization to spend from public debt receipts.....		-5,666	-3,622
24.47 Unobligated balance available, end of year: Authorization to spend from public debt receipts.....	5,666	3,622	97,217
New obligational authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	248,201	331,052	353,567
70 Receipts and other offsets (items 11-17).....	-253,867	-329,008	-447,162
71 Obligations affecting expenditures.....	-5,666	2,044	-93,595
Obligated balance, start of year:			
72. Authorization to spend public debt receipts.....	3,254	13,928	14,102
72.98 Fund balance.....	3,577	421	150
Obligated balance, end of year:			
74.47 Authorization to spend public debt receipts.....	-13,928	-14,102	-8,867
74.98 Fund balance.....	-421	-150	-14,345
77 Restoration of undrawn authorizations to spend from public debt receipts.....	22,185		
90 Expenditures.....	9,000	2,141	-102,555
Cash transactions:			
93 Gross expenditures.....	238,920	330,953	345,439
94 Applicable receipts.....	-229,920	-328,812	-447,994

¹ Balances of selected resources are identified on the statement of financial condition.

This fund is used to insure farm ownership loans and soil and water loans as authorized by subtitle A of the Consolidated Farmers Home Administration Act of 1961. The insurance endorsement on each insured loan may include an agreement by the Government to purchase the loan after a specified initial period. The initial fund of \$1 million may be supplemented by amounts retained by

the Government out of interest collected from insured loan borrowers and by borrowing from the Secretary of the Treasury. From any amounts so retained, not to exceed one-half of 1% of the outstanding principal obligations must be deposited to the fund to cover losses. Any remainder of such charges may be used for administrative expenses. Loans may be made directly from the fund from available receipts or borrowings from the Treasury for the purpose of acquiring blocks of loans if there is reasonable assurance that the loans can be sold to investors without undue delay. With respect to loans made from this fund, not more than \$50 million for farm ownership and soil and water loans may be held in the fund at any one time. Interest paid the Secretary of the Treasury on borrowings is based on the current average market yield of outstanding marketable obligations of the United States having maturities comparable to the notes issued for borrowings from the Treasury for operation of the fund.

Budget program.—Capital outlay is estimated at \$339.1 million in 1967, an increase of \$13.9 million over 1966 and an increase of \$101.5 million over 1965. Included in capital outlay is \$196.2 million in 1966 and \$209.1 million in 1967 for making loans from the fund which will later be sold on an insured basis. The increase in 1966 and 1967 in sale of loans from the fund is expected to result from the relatively favorable market for insured loans. Insured loans outstanding which are contingent liabilities against the insurance fund are expected to increase from \$726.8 million on June 30, 1965, to approximately \$1,007 million at June 30, 1966, and to \$1,385 million by June 30, 1967.

Financing.—To finance operations, it is estimated that it will be necessary to utilize the statutory authorization to borrow from the Treasury in the net amount of \$1.9 million in 1966. Net repayments to the Treasury in 1967 are estimated at \$88.4 million.

Operating results and retained earnings.—Total revenue, consisting principally of loan insurance charges, is estimated at \$10.1 million in 1967, an increase of about \$0.6 million from 1966.

Net outstanding loans receivable of \$15.9 million are estimated at June 30, 1967. Retained earnings, available to cover future losses are estimated to be \$26.2 million at the end of 1967. These earnings when added to the \$1 million appropriation represent a \$27.2 million Government investment.

POSITION WITH RESPECT TO INSURANCE AUTHORITIES

[In thousands of dollars]

	1965 actual	1966 estimate	1967 estimate
Farm ownership and soil and water loans:			
Annual insurance authority.....	200,000	1 450,000	1 450,000
Charges against insurance authority during the year:			
Loans insured.....	175,133	306,925	329,925
Commitments to insure pending advances by lenders.....	24,867	18,075	30,075
Total charges against authority.....	200,000	325,000	360,000
Unused insurance authority.....		125,000	90,000
Farm labor housing loans:			
Annual insurance authority.....	25,000	700	
Charges against insurance authority during the year:			
Loans insured.....	42	700	

POSITION WITH RESPECT TO INSURANCE AUTHORITIES—Continued

[In thousands of dollars]

Farm labor housing loans—Continued			
Charges against insurance authority during the year—Continued			
Commitments to insure pending advances by lenders.....	1965 actual 5	1966 estimate -----	1967 estimate -----
Total charges against authority.....	47	700	-----
Unused insurance authority.....	24,953	(²)	(²)
Rental housing for senior citizens:			
Loans insured.....	689	250	-----
Commitments to insure pending advances by lenders.....	208	-----	-----
Total loans.....	897	² 250	(²)

¹ Includes increase in annual insurance authority from \$200 million to \$450 million authorized by Public Law 89-240.

² Transferred to Rural Housing Insurance Fund (Public Law 89-117).

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
Operating program:			
Revenue.....	8,413	9,515	10,115
Expense.....	4,157	6,539	7,249
Net operating income.....	4,256	2,976	2,866
Nonoperating income or loss:			
Proceeds from sale of acquired property:			
Cash sales.....	104	300	200
Exchanged for loans receivable.....	262	390	400
Total proceeds from sale of acquired property.....	366	690	600
Net book value of assets sold.....	—382	—725	—650
Net nonoperating loss.....	—16	—35	—50
Net income for the year.....	4,240	2,941	2,816
Analysis of retained earnings: Start of year..	16,238	20,478	23,419
Retained earnings, end of year.....	20,478	23,419	26,235

Financial Condition (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Assets:				
Treasury balance.....	3,577	421	150	14,345
Accounts receivable, net.....	4,566	6,328	6,525	5,693
Loans receivable, net.....	94,700	108,626	114,158	15,903
Judgments.....	23	21	60	118
Property acquired through foreclosure.....	339	640	605	695
Total assets.....	103,205	116,037	121,498	36,754
Liabilities:				
Current.....	5,322	8,069	8,719	9,519
Government equity:				
Interest-bearing capital:				
Start of year.....	37,745	80,645	86,490	88,360
Borrowings from Treasury, net..	42,900	5,845	1,870	—88,360
End of year.....	80,645	86,490	88,360	-----
Non-interest-bearing capital.....	1,000	1,000	1,000	1,000
Retained earnings.....	16,238	20,478	23,419	26,235
Total Government equity.....	97,883	107,968	112,779	27,235

FARMERS HOME ADMINISTRATION—Continued**Public enterprise funds—Continued****AGRICULTURAL CREDIT INSURANCE FUND—Continued****Analysis of Government Equity and Undrawn Authorization**
(in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Undisbursed loan obligations ¹ -----	6,075	12,591	12,058	19,386
Unobligated balance-----		5,666	3,622	97,217
Undisbursed obligations to pay re- coverable loan costs ¹ -----		18		
Invested capital and earnings-----	95,062	109,287	114,823	16,716
Subtotal-----	101,137	127,562	130,503	133,319
Less undrawn authorizations-----	-3,254	-19,594	-17,724	-106,084
Total Government equity---	97,883	107,968	112,779	27,235

Note.—This statement excludes contingent liabilities for insured loans in principal amounts at June 30, 1965, \$726,800 thousand; at June 30, 1966, \$1,007,089 thousand; and \$1,385,233 thousand, at June 30, 1967.

¹ The changes in these items are reflected on the program and financing schedule.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-4140-0-3-352			
25.1 Other services-----	1,331	3,071	3,172
33.0 Investments and loans-----	244,107	324,581	346,395
43.0 Interest and dividends-----	2,763	3,400	4,000
99.0 Total obligations-----	248,201	331,052	353,567

Proposed for separate transmittal:**SALE OF CERTIFICATES OF PARTICIPATION****Program and Financing** (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-4130-1-3-352			
Financing:			
14 Receipts and reimbursements from: Non-Federal sources:			
Sales of participations in pooled mort- gages-----			-600,000
Reduction in mortgage repayments (on pooled mortgages—retained by Government Mortgage Liquidation Fund)-----			40,000
Reduction in revenue (pooled mort- gage interest retained by Govern- ment Mortgage Liquidation Fund)-----			11,000
24.98 Unobligated balance available, end of year-----			549,000
New obligational authority -----			
Relation of obligations to expenditures:			
70 Receipts and other offsets (items 11-17)-----			-549,000
71 Obligations affecting expenditures-----			-549,000
90 Expenditures-----			-549,000
Cash transactions:			
94 Applicable receipts-----			-549,000

Under proposed legislation, 1966.—Legislation will be proposed to authorize sales of certificates of participation in Farmers Home Administration direct loans. The Federal National Mortgage Association will be authorized to serve as trustee for these sales. For 1967, sales will be \$600 million. The net effect of this proposal is excluded from the statements of financial condition and revenue, expense, and retained earnings.

Intragovernmental funds:**ADVANCES AND REIMBURSEMENTS****Program and Financing** (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-3998-0-4-352			
Program by activities:			
1. Miscellaneous service to other accounts-----	175	350	350
2. Economic development program (Com- merce)-----	308	85	
3. Agency for International Development (funds appropriated to the President)-----	296	574	574
Total program costs, funded-----	779	1,009	924
Portion of foregoing originally charged to allocations from the Agency for Inter- national Development-----	-296	-220	
10 Total obligations-----	483	789	924
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts-----	-480	-779	-914
14 Non-Federal sources (40 U.S.C. 481(c))-----	-3	-10	-10
New obligational authority -----			
Relation of obligations to expenditures:			
10 Total obligations-----	483	789	924
70 Receipts and other offsets (items 11-17)-----	-483	-789	-924
71 Obligations affecting expenditures-----			
90 Expenditures-----			

Object Classification (in thousands of dollars)

Personnel compensation:			
11.1 Permanent positions-----	612	658	588
11.3 Positions other than permanent-----		64	59
11.5 Other personnel compensation-----	12	22	22
Total personnel compensation-----	624	744	669
12.0 Personnel benefits-----	45	51	46
21.0 Travel and transportation of persons-----	58	78	66
22.0 Transportation of things-----	15	27	30
23.0 Rent, communications, and utilities-----	3	6	6
25.1 Other services-----	32	101	105
31.0 Equipment-----	2	2	2
Subtotal-----	779	1,009	924
96.0 Portion of foregoing originally charged to allocations from the Agency for International Development-----	-296	-220	
99.0 Total obligations-----	483	789	924

Personnel Summary

Total number of permanent positions-----	79	79	67
Full-time equivalent of other positions-----	0	5	5
Average number of all employees-----	63	78	66
Average GS grade-----	6.8	7.2	7.3
Average GS salary-----	\$7,057	\$7,516	\$7,589

RURAL COMMUNITY DEVELOPMENT SERVICE

General and special funds:

SALARIES AND EXPENSES

For necessary expenses, not otherwise provided for, of the Rural Community Development Service in providing leadership, coordination, liaison, and related services in the rural areas development activities of the Department, **[\$625,000] \$3,468,000: Provided,** That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed **[\$3,000] \$15,000** shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a). (*Department of Agriculture and Related Agencies Appropriation Act, 1966.*)

Program and Financing (in thousands of dollars)

Identification code 05-64-0800-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Program coordination and direction (program costs, funded) ¹ -----	122	687	3,468
Change in selected resources ² -----	7	-----	-----
10 Total obligations-----	129	687	3,468
Financing:			
21 Unobligated balance available, start of year-----	-----	-50	-----
24 Unobligated balance available, end of year-----	50	-----	-----
25 Unobligated balance lapsing-----	3	-----	-----
New obligational authority-----	182	637	3,468
New obligational authority:			
40 Appropriation-----	183	625	3,468
41 Transferred to "Operating expenses, Public Buildings Service," General Services Administration (78 Stat. 655)-----	-1	-----	-----
43 Appropriation (adjusted)-----	182	625	3,468
44 Proposed supplemental for civilian pay increases-----	-----	12	-----
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)-----	129	687	3,468
72 Obligated balance, start of year-----	9	8	35
74 Obligated balance, end of year-----	-8	-35	-175
77 Adjustments in expired accounts-----	-5	-----	-----
90 Expenditures excluding pay increase supplemental-----	125	650	3,326
91 Expenditures from civilian pay increase supplemental-----	-----	10	2

¹ Includes capital outlay as follows: 1965, \$0; 1966, \$15 thousand; 1967, \$15 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$1 thousand (1965 adjustments, -\$5 thousand); 1965, \$3 thousand; 1966, \$3 thousand; 1967, \$3 thousand.

The Service provides general staff coordination of the rural areas development activities of the Department. In addition, it facilitates the effective extension into rural areas of assistance programs of other Federal agencies which do not now effectively reach rural areas. It works with local organizations and leaders in helping them to locate and use the facilities of private, State, and other Federal agencies in developing the economy of rural areas, particularly those of low income.

Object Classification (in thousands of dollars)

Identification code 05-64-0800-0-1-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions-----	99	413	2,484
11.3 Positions other than permanent-----	-----	-----	8
Total personnel compensation-----	99	413	2,492
12.0 Personnel benefits-----	7	31	186
21.0 Travel and transportation of persons-----	9	108	528
22.0 Transportation of things-----	-----	10	20
23.0 Rent, communications, and utilities-----	5	45	100
24.0 Printing and reproduction-----	3	25	32
25.1 Other services-----	1	9	20
25.2 Services of other agencies-----	-----	9	10
26.0 Supplies and materials-----	2	12	50
31.0 Equipment-----	3	25	30
99.0 Total obligations-----	129	687	3,468

Personnel Summary

Total number of permanent positions-----	10	71	237
Average number of all employees-----	8	37	221
Average GS grade-----	10.7	10.4	10.5
Average GS salary-----	\$11,846	\$11,298	\$11,402

ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations from other accounts are included in the schedules of the parent appropriation, Funds appropriated to the President, "Economic opportunity program."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code 05-64-3995-0-4-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. For carrying out responsibilities and authorities delegated under Public Works and Economic Development Act of 1965 (Department of Commerce)-----	395	200	-----
2. Assistance in rural areas (Office of Economic Opportunity)-----	4	-----	-----
Total program costs, funded-----	399	200	-----
Change in selected resources ¹ -----	3	-1	-----
10 Total obligations-----	402	199	-----
Financing:			
11 Receipts and reimbursements from: Administrative budget accounts-----	-402	-199	-----
New obligational authority-----	-----	-----	-----
Relation of obligations to expenditures:			
10 Total obligations-----	402	199	-----
70 Receipts and other offsets (items 11-17)-----	-402	-199	-----
71 Obligations affecting expenditures-----	-----	-----	-----
90 Expenditures-----	-----	-----	-----

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$1 thousand (1965 adjustments, -\$3 thousand); 1965, \$1 thousand; 1966, \$0.

RURAL COMMUNITY DEVELOPMENT SERVICE—Continued

Intragovernmental funds—Continued

ADVANCES AND REIMBURSEMENTS—Continued

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-64-3995-0-4-355			
Personnel compensation:			
11.1 Permanent positions.....	290	145	
11.3 Positions other than permanent.....	9	8	
11.4 Special personal service payments.....	1		
Total personnel compensation.....	300	153	
12.0 Personnel benefits.....	21	12	
21.0 Travel and transportation of persons.....	44	21	
23.0 Rent, communications, and utilities.....	4	3	
24.0 Printing and reproduction.....	1	1	
25.1 Other services.....		1	
25.2 Services of other agencies.....	29	8	
26.0 Supplies and materials.....	1		
31.0 Equipment.....	2		
99.0 Total obligations.....	402	199	

Personnel Summary

Total number of permanent positions.....	27	0	
Average number of all employees.....	25	14	
Average GS grade.....	10.7		
Average GS salary.....	\$11,846		

ADVANCES AND REIMBURSEMENTS, AGRICULTURE

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-64-3900-0-4-355			
Program by activities:			
10 For carrying out responsibilities and authorities delegated under the Public Works and Economic Development Act (Department of Commerce) (costs—obligations) (object class 25.2).....	1,398	467	
Financing:			
11 Receipts and reimbursements from: Administrative budget accounts.....	-1,398	-467	
New obligational authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	1,398	467	
70 Receipts and other offsets (items 11-17).....	-1,398	-467	
71 Obligations affecting expenditures.....			
72.98 Obligated balance, start of year.....	309	158	15
74.98 Obligated balance, end of year.....	-158	-15	
77 Adjustments in expired accounts.....	-2		
90 Expenditures.....	148	143	15

The preceding schedule reflects expenditures out of the Consolidated working fund, Department of Agriculture. Advances are received from the Department of Commerce, Economic Development Administration (formerly the Area Redevelopment Administration) to carry out con-

tinuing operations as well as special technical assistance projects. Funds are received into this account as an administrative convenience and are allotted to the individual agencies of the Department of Agriculture which carry out the program. Costs and obligations for these activities are shown in the "Advances and reimbursement" schedules for the individual agencies which actually receive these funds.

OFFICE OF THE INSPECTOR GENERAL

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the Office of the Inspector General, including employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574) and not to exceed \$10,000 for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a), **[\$10,491,000]** \$11,602,000. (5 U.S.C. 511-512, 563-564; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-68-0900-0-1-355			
Program by activities:			
Internal audit and investigation (program costs, funded) ¹	10,439	11,265	12,125
Change in selected resources ²	13		
10 Total obligations.....	10,452	11,265	12,125
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts.....	-294	-559	-427
13 Trust fund accounts.....	-93	-93	-96
25 Unobligated balance lapsing.....	51		
New obligational authority.....	10,116	10,613	11,602
New obligational authority:			
40 Appropriation.....	10,124	10,491	11,602
41 Transferred to "Operating expenses, Public Buildings Service," General Services Administration (78 Stat. 655 and 79 Stat. 531).....	-8	-23	
43 Appropriation (adjusted).....	10,116	10,468	11,602
44 Proposed supplemental for civilian pay increases.....		145	
Relation of obligations to expenditures:			
10 Total obligations.....	10,452	11,265	12,125
70 Receipts and other offsets (items 11-17).....	-387	-652	-523
71 Obligations affecting expenditures.....	10,065	10,613	11,602
72 Obligated balance, start of year.....		361	390
74 Obligated balance, end of year.....	-361	-390	-425
90 Expenditures excluding civilian pay increase supplemental.....	9,704	10,444	11,562
91 Expenditures from civilian pay increase supplemental.....		140	5

¹ Includes capital outlay as follows: 1965, \$8 thousand; 1966, \$8 thousand; 1967, \$10 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders. 1964, \$0; 1965, \$13 thousand; 1966, \$13 thousand; 1967, \$13 thousand.

The Office serves as the audit and investigative arm of the Secretary of Agriculture and performs all audit and investigative activities of the Department. The Office of the Inspector General assures the Secretary of completely independent and objective selection of departmental activities to be audited; critical reviews and

examination of the Department's programs and activities; and factual, unbiased reporting of the results of these audits and investigations. In so doing the Office assures that existing laws, policies, and programs are effectively complied with; and insures corrective action where necessary. It also coordinates internal audit and investigative activities of the Department with the various investigative agencies of the executive and legislative branches of the Government.

Object Classification (in thousands of dollars)

Identification code 05-68-0900-0-1-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	7,425	8,060	8,680
11.3 Positions other than permanent.....	4	4	8
11.5 Other personnel compensation.....	11	15	10
Total personnel compensation.....	7,440	8,079	8,698
12.0 Personnel benefits.....	550	604	648
21.0 Travel and transportation of persons.....	1,948	2,115	2,243
22.0 Transportation of things.....	34	35	38
23.0 Rent, communications, and utilities.....	224	222	235
24.0 Printing and reproduction.....	30	37	40
25.1 Other services.....	37	20	45
25.2 Services of other agencies.....	81	85	96
26.0 Supplies and materials.....	53	43	47
31.0 Equipment.....	56	25	35
99.0 Total obligations.....	10,452	11,265	12,125

Personnel Summary

Total number of permanent positions.....	846	866	910
Full-time equivalent of other positions.....	1	1	2
Average number of all employees.....	809	829	873
Average GS grade.....	9.6	10.1	10.1
Average GS salary.....	\$9,125	\$9,972	\$10,072

ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments from other accounts are included in the schedule of the parent appropriation as follows: General Administration, "Salaries and expenses."

OFFICE OF THE GENERAL COUNSEL

General and special funds:

SALARIES AND EXPENSES

For necessary expenses, including payment of fees or dues for the use of law libraries by attorneys in the field service, **[\$4,184,000]** \$4,325,000. (5 U.S.C. 511-512, 518; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-72-2300-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Commodity and production stabilization.....	992	1,098	1,108
2. Marketing, regulatory laws, research, and operations.....	1,105	1,146	1,157
3. Rural development and conservation.....	1,855	2,042	2,060
Total program costs, funded ¹	3,952	4,286	4,325
Change in selected resources ²	11		
10 Total obligations.....	3,963	4,286	4,325

Program and Financing (in thousands of dollars)—Continued

Identification code 05-72-2300-0-1-355	1965 actual	1966 estimate	1967 estimate
Financing:			
25 Unobligated balance lapsing.....	76		
New obligational authority.....	4,039	4,286	4,325
New obligational authority:			
40 Appropriation.....	4,039	4,184	4,325
44 Proposed supplemental for civilian pay increases.....		102	
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)...	3,963	4,286	4,325
72 Obligated balance, start of year.....	164	156	169
74 Obligated balance, end of year.....	-156	-169	-175
77 Adjustments in expired accounts.....	-6		
90 Expenditures excluding pay increase supplemental.....	3,965	4,178	4,312
91 Expenditures from civilian pay increase supplemental.....		95	7

¹ Includes capital outlay as follows: 1965, \$15 thousand; 1966, \$18 thousand; 1967, \$18 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$5 thousand (1965 adjustments, -\$5 thousand); 1965, \$11 thousand; 1966, \$11 thousand; 1967, \$11 thousand.

The Office serves as legal counsel for the Secretary of Agriculture and performs all legal work for the Department. It represents the Department in administrative proceedings for the promulgation of rules and regulations having the force and effect of law and in quasi-judicial hearings held in connection with the administration of Department programs. The Office also represents the Secretary in proceedings before the Interstate Commerce Commission dealing with rates and practices relating to the transportation of agricultural commodities and in appeals to the courts from the decisions of the Commission. It examines titles to lands to be acquired by the Department or accepted as security for loans, and disposes of claims arising out of the Department activities.

Object Classification (in thousands of dollars)

Identification code 05-72-2300-0-1-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	3,420	3,703	3,740
11.3 Positions other than permanent.....	30	31	31
11.5 Other personnel compensation.....	4	4	4
Total personnel compensation.....	3,453	3,738	3,775
12.0 Personnel benefits.....	252	280	282
21.0 Travel and transportation of persons.....	91	82	82
22.0 Transportation of things.....	1	4	4
23.0 Rent, communications, and utilities.....	52	60	60
24.0 Printing and reproduction.....	14	16	16
25.1 Other services.....	18	18	18
25.2 Services of other agencies.....	15	16	16
26.0 Supplies and materials.....	23	35	35
31.0 Equipment.....	44	37	37
99.0 Total obligations.....	3,963	4,286	4,325

Personnel Summary

Total number of permanent positions.....	368	401	401
Full-time equivalent of other positions.....	4	4	4
Average number of all employees.....	336	368	368
Average GS grade.....	9.2	9.0	8.9
Average GS salary.....	\$9,816	\$9,979	\$9,946

OFFICE OF THE GENERAL COUNSEL—Continued**General and special funds—Continued****ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS**

Note.—Obligations incurred under allotments from other accounts are included in the schedule of the parent appropriations as follows:
 Agricultural Stabilization and Conservation Service, "Expenses."
 Farmers Home Administration, "Emergency credit revolving fund."

Intragovernmental funds:**ADVANCES AND REIMBURSEMENTS****Program and Financing (in thousands of dollars)**

Identification code	1965 actual	1966 estimate	1967 estimate
05-72-3990-0-4-355			
Program by activities:			
10 Rural development and conservation (costs—obligations)-----		26	206
Financing:			
11 Receipts and reimbursements from: Ad- ministrative budget accounts-----		-26	-206
New obligational authority -----			
Relation of obligations to expenditures:			
10 Total obligations-----		26	206
70 Receipts and other offsets (items 11-17)-----		-26	-206
71 Obligations affecting expenditures-----			
90 Expenditures-----			

Object Classification (in thousands of dollars)

11.1 Personnel compensation: Permanent posi- tions-----		24	169
12.0 Personnel benefits-----		2	13
21.0 Travel and transportation of persons-----			4
23.0 Rent, communications, and utilities-----			2
25.2 Services of other agencies-----			8
26.0 Supplies and materials-----			1
31.0 Equipment-----			9
99.0 Total obligations-----		26	206

Personnel Summary

Total number of permanent positions-----		2	26
Average number of all employees-----		2	25
Average GS grade-----		9.0	8.9
Average GS salary-----		\$9,979	\$9,946

OFFICE OF INFORMATION**General and special funds:****SALARIES AND EXPENSES**

For necessary expenses of the Office of Information for the dissemination of agricultural information and the coordination of informational work and programs authorized by Congress in the Department, **[\$1,689,000] \$1,826,000**, of which total appropriation not to exceed \$537,000 may be used for farmers' bulletins, which shall be adapted to the interests of the people of the different sections of the country, an equal proportion of four-fifths of which shall be available to be delivered to or sent out under the addressed franks furnished by the Senators, Representatives, and Delegates in Congress, as they shall direct (7 U.S.C. 417), and not less than two hundred and thirty-two thousand two hundred and fifty copies for the use of the Senate and House of Representatives of part 2 of the annual report of the Secretary (known as the Yearbook of Agriculture) as authorized by section 73 of the Act of January 12,

1895 (44 U.S.C. 241): *Provided*, That in the preparation of motion pictures or exhibits by the Department, this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$10,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a).

【For an additional amount for "Salaries and expenses", \$200,000 for part 2 of the Annual Report of the Secretary for 1965 (known as the Yearbook of Agriculture) as authorized by section 73 of the Act of January 12, 1895 (44 U.S.C. 241) including not less than 232,250 copies for the use of the Senate and House of Representatives.】
 (5 U.S.C. 511-512; Department of Agriculture and Related Agencies Appropriation Act, 1966; Supplemental Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-76-0200-0-1-355			
Program by activities:			
1. Publications review and distribution-----	763	758	792
2. Review and distribution of current agri- cultural information-----	632	844	708
3. Review, preparation, and distribution of visual agricultural information-----	311	313	326
Total program costs, funded ¹ -----	1,706	1,915	1,826
Change in selected resources ² -----	-21		
10 Total obligations-----	1,685	1,915	1,826
Financing:			
25 Unobligated balance lapsing-----	4		
New obligational authority -----	1,689	1,915	1,826
New obligational authority:			
40 Appropriation-----	1,689	1,889	1,826
44 Proposed supplemental for civilian pay increases-----		26	
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)-----	1,685	1,915	1,826
72 Obligated balance, start of year-----	395	381	377
74 Obligated balance, end of year-----	-381	-377	-365
77 Adjustments in expired accounts-----	-2		
90 Expenditures excluding pay increase supplemental-----	1,698	1,898	1,833
91 Expenditures from civilian pay in- crease supplemental-----		21	5

¹ Includes capital outlay as follows: 1965, \$12 thousand; 1966, \$6 thousand; 1967, \$3 thousand.

² Selected resources are as follows:

	1964	1965 adjust- ments	1965	1966	1967
Stores-----	225		209	209	209
Unpaid undelivered orders-----	271	-2	263	263	263
Total selected resources--	496	-2	472	472	472

The Office has responsibility for the information work of the entire Department. Its major objective is to report to farmers, agricultural, and closely related groups, and to the public the Department's research, action, regulatory, and other programs, using all information media. This work is carried on in close cooperation with the land-grant institutions and with private industries which serve agriculture. Workload depends upon Department program demands, direct requests, and legislative requirements.

1. *Publications review and distribution.*—The Department's printed publications are reviewed, published, and distributed. Processed publications are reviewed. Publications include farmers' bulletins, leaflets, periodicals, scientific, research, and marketing publications, and agricultural statistics.

2. *Review and distribution of current agricultural information.*—The Department's widespread activities require extensive preparation of information material for press, radio, and television use, as well as for specific agricultural outlets and the general public. Periodic crop, price, and market reports and press releases are issued. Digests, newsletters, special articles, and other editorial services are made available to press associations, farm and general publications, trade publications, daily newspapers, and encyclopedic annuals. Radio is used to reach farmers locally through single stations, and to broadcast nationally through the major networks. Films, television packages, and other services are prepared for the use of land-grant institutions, television farm broadcasters, and TV networks. Information campaigns involving activities of cross-agency interest are developed using all media. The Yearbook of Agriculture is published by the Office and distributed by the Members of Congress.

3. *Review, preparation, and distribution of visual agricultural information.*—Motion pictures for the Department and nonprofit organizations associated with agriculture, produced on a reimbursable basis under the Department's working capital fund, are distributed through cooperating State film libraries. Still photographs, illustrations, graphics, and exhibits are similarly produced for use in explaining and reporting on Department programs. News and general-type photographs of Department programs and activities are available to news media from a centralized library.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-76-0200-0-1-355			
Personnel compensation:			
11.1 Permanent positions.....	886	942	1,005
11.3 Positions other than permanent.....	2		
11.5 Other personnel compensation.....	5		
Total personnel compensation.....	893	942	1,005
12.0 Personnel benefits.....	65	70	74
21.0 Travel and transportation of persons.....	5	7	8
22.0 Transportation of things.....	3	3	3
23.0 Rent, communications, and utilities.....	101	100	101
24.0 Printing and reproduction.....	537	720	557
25.1 Other services.....	8	10	10
25.2 Services of other agencies.....	48	46	48
26.0 Supplies and materials.....	13	13	14
31.0 Equipment.....	11	4	6
99.0 Total obligations.....	1,685	1,915	1,826

Personnel Summary

Total number of permanent positions.....	126	126	133
Average number of all employees.....	112	115	120
Average GS grade.....	7.8	7.8	7.8
Average GS salary.....	\$7,936	\$8,312	\$8,394
Average salary of ungraded positions.....	\$5,766	\$5,766	\$5,766

ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations and allotments from other accounts are included in the schedule of the parent appropriation, as follows:

Agriculture:

Soil Conservation Service, "Great Plains conservation program."
"Working capital fund."
Agricultural Research Service, "Salaries and expenses."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-76-3996-0-4-355			
Program by activities:			
1. Review, preparation, and distribution of visual agricultural information.....	22	26	12
2. Economic Development Program, Commerce.....	20		
3. Agency for International Development (funds appropriated to the President).....	43	48	49
Total program costs, funded.....	85	74	61
Change in selected resources ¹	1		
Portion of foregoing originally charged to allocations from the Agency for International Development.....	-43	-25	
10 Total obligations.....	43	49	61
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts.....	-34	-37	-49
14 Non-Federal sources ²	-9	-12	-12
New obligational authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	43	49	61
70 Receipts and other offsets (items 11-17).....	-43	-49	-61
71 Obligations affecting expenditures.....			
90 Expenditures.....			

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$0 thousand; 1965, \$1 thousand; 1966, \$1 thousand; 1967, \$1 thousand.

² Reimbursements from non-Federal sources are derived from sale of photographs (7 U.S.C. 1587).

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-76-3996-0-4-355			
11.1 Personnel compensation: Permanent positions.....	60	53	41
12.0 Personnel benefits.....	4	4	3
21.0 Travel and transportation of persons.....	1	1	1
23.0 Rent, communications, and utilities.....	1		
24.0 Printing and reproduction.....	12	14	14
25.2 Services of other agencies.....	7	1	1
31.0 Equipment.....	1	1	1
Subtotal.....	86	74	61
96.0 Portion of foregoing originally charged to allocations from the Agency for International Development.....	-43	-25	
99.0 Total obligations.....	43	49	61

Personnel Summary

Total number of permanent positions.....	3	8	5
Average number of all employees.....	3	7	5
Average GS grade.....	7.8	7.8	7.8
Average GS salary.....	\$7,936	\$8,312	\$8,394

NATIONAL AGRICULTURAL LIBRARY

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the National Agricultural Library, **[\$1,699,000] \$2,501,000: Provided,** That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$35,000 shall be available for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a). (5 U.S.C. 83, 511-512, 514, 516, 552a; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-84-0300-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Agricultural library services (program costs, funded) ¹ -----	1,600	1,735	2,501
Change in selected resources ² -----	-9	-----	-----
10 Total obligations-----	1,590	1,735	2,501
Financing:			
25 Unobligated balance lapsing-----	9	-----	-----
New obligational authority-----	1,599	1,735	2,501
New obligational authority:			
40 Appropriation-----	1,599	1,699	2,501
44 Proposed supplemental for civilian pay increases-----	-----	36	-----
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)-----	1,590	1,735	2,501
72 Obligated balance, start of year-----	114	196	154
74 Obligated balance, end of year-----	-196	-154	-227
90 Expenditures excluding pay increase supplemental-----	1,508	1,742	2,427
91 Expenditures from civilian pay increase supplemental-----	-----	35	1

¹ Includes capital outlay as follows: 1965, \$18 thousand; 1966, \$12 thousand; 1967, \$15 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders. 1964, \$48 thousand; 1965, \$38 thousand; 1966, \$38 thousand; 1967, \$38 thousand.

The National Agricultural Library, cooperating jointly with the two other national libraries—the Library of Congress and the National Library of Medicine—provides coverage and servicing of worldwide publications in the agricultural, chemical, and biological sciences. It serves the research, extension, regulatory, and other programs of the Department and State agricultural agencies. It contains approximately 1,248,000 volumes, probably the most extensive agricultural collection in existence. Since the Library's primary purpose is to provide for research needs, substantive publications in the animal sciences, plant sciences, agricultural chemistry, agricultural engineering, soils, forestry, agricultural products, home economics, world sociology, agricultural economics and agricultural statistics are acquired and preserved. Publications are regularly acquired from more than fifty countries on subjects ranging from apiculture to zootomy. In addition, printed information of agricultural societies, organizations, co-operatives, and general material in the field of agriculture are collected and made available for use.

Information contained in the agricultural literature is disseminated through bibliographies, loans, photocopies and reference services to agricultural colleges and universities, research institutions, Government agencies,

agricultural associations, industry, individual scientists, farmers, and the general public in every part of the world.

During 1965, 241,193 separate issues of periodicals were added to the collection by purchase, gift, and exchange. During the same period 240,866 loans of books and periodicals were made and 114,702 reference questions answered.

The increase proposed for 1967 would be used to: provide urgently needed services to scientists and to acquire, catalog, maintain and service publications; automate those functions which will permit the Library to provide broader services and/or a cost savings per unit of work; coordinate scientific and technical information activities of the Department of Agriculture.

Object Classification (in thousands of dollars)

Identification code 05-84-0300-0-1-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions-----	1,129	1,255	1,382
11.3 Positions other than permanent-----	8	13	8
11.4 Special personal service payments-----	10	-----	-----
11.5 Other personnel compensation-----	2	1	1
Total personnel compensation-----	1,149	1,269	1,391
12.0 Personnel benefits-----	83	95	104
21.0 Travel and transportation of persons-----	6	6	41
23.0 Rent, communications, and utilities-----	15	19	20
24.0 Printing and reproduction-----	35	37	53
Binding-----	59	102	154
25.1 Other services-----	104	5	377
25.2 Services of other agencies-----	34	100	232
26.0 Supplies and materials-----	13	13	16
31.0 Equipment-----	91	89	113
99.0 Total obligations-----	1,590	1,735	2,501

Personnel Summary

Total number of permanent positions-----	200	201	219
Full-time equivalent of other positions-----	2	3	2
Average number of all employees-----	164	172	188
Average GS grade-----	6.6	7.0	7.0
Average GS salary-----	\$6,793	\$7,314	\$7,380

LIBRARY FACILITIES

【For construction and furnishing of facilities for the National Agricultural Library, to remain available until expended, \$7,000,000, with which shall be merged the unexpended balance of funds heretofore appropriated under this head.】 (Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-84-0301-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Plans and specifications-----	144	-----	9
2. Construction of facilities-----	-----	2,125	3,491
Total program costs, funded-----	144	2,304	3,500
Change in selected resources ¹ -----	-134	4,751	-3,500
10 Total obligations-----	10	7,055	-----
Financing:			
21 Unobligated balance available, start of year-----	-115	-105	-50
24 Unobligated balance available, end of year-----	105	50	50
40 New obligational authority (appropriation)-----	-----	7,000	-----

Program and Financing (in thousands of dollars)—Continued

Identification code 05-84-0301-0-1-355	1965 actual	1966 estimate	1967 estimate
Relations of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	10	7,055	-----
72 Obligated balance, start of year.....	279	171	5,222
74 Obligated balance, end of year.....	-171	-5,222	-1,822
90 Expenditures.....	119	2,004	3,400

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$279 thousand; 1965, \$145 thousand; 1966, \$4,896 thousand; 1967, \$1,396 thousand.

Funds for the preparation of plans, specifications, and drawings for new facilities were appropriated in 1964. The final working drawings were submitted in December 1965.

Funds were appropriated in 1966 for construction of new Library facilities at Beltsville, Md. The construction contract is expected to be awarded by April 1966, with completion scheduled for early 1968.

Object Classification (in thousands of dollars)

Identification code 05-84-0301-0-1-355	1965 actual	1966 estimate	1967 estimate
NATIONAL AGRICULTURAL LIBRARY			
21.0 Travel and transportation of persons.....		2	-----
25.2 Services of other agencies.....		2	-----
Total obligations, National Agricultural Library.....		4	-----
ALLOCATION TO GENERAL SERVICES ADMINISTRATION			
21.0 Travel and transportation of persons.....		1	-----
24.0 Printing and reproduction.....	1	20	-----
25.1 Other services.....	9	185	-----
31.0 Equipment.....		450	-----
32.0 Lands and structures.....		6,395	-----
Total obligations, General Services Administration.....	10	7,051	-----
99.0 Total obligations.....	10	7,055	-----

ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations and allotments from other accounts are included in the schedules of the parent appropriations, as follows: Agriculture, "Working capital fund."

Intragovernmental funds:

ADVANCES AND REIMBURSEMENTS, NATIONAL AGRICULTURAL LIBRARY

Program and Financing (in thousands of dollars)

Identification code 05-84-3989-0-4-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Agricultural library services (includes Department of Agriculture and Farm Credit Administration).....	80	19	15

Program and Financing (in thousands of dollars)—Continued

Identification code 05-84-3989-0-4-355	1965 actual	1966 estimate	1967 estimate
Program by activities—Continued			
2. Agency for International Development (Funds appropriated to the President).....	8	7	136
Total program costs, funded.....	88	26	151
Change in selected resources ¹	1	-4	-----
Portion of foregoing originally charged to allocations from the Agency for International Development.....	-8	-4	-----
10 Total obligations.....	81	18	151
Financing:			
11 Receipts and reimbursements from: Administrative budget accounts.....	-81	-18	-151
New obligational authority.....			-----
Relation of obligations to expenditures:			
10 Total obligations.....	81	18	151
70 Receipts and other offsets (items 11-17).....	-81	-18	-151
71 Obligations affecting expenditures.....			-----
90 Expenditures.....			-----

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$3 thousand; 1965, \$4 thousand; 1966, \$0; 1967, \$0.

Object Classification (in thousands of dollars)

Identification code 05-84-3989-0-4-355	1965 actual	1966 estimate	1967 estimate
11.1 Personnel compensation: Permanent positions.....	69	19	118
12.0 Personnel benefits.....	5	2	9
21.0 Travel and transportation of persons.....			2
23.0 Rent, communications, and utilities.....			5
24.0 Printing and reproduction.....	1		2
25.1 Other services.....			5
25.2 Services of other agencies.....	4	1	7
26.0 Supplies and materials.....	1		1
31.0 Equipment.....	10		2
Subtotal.....	89	22	151
96.0 Portion of foregoing originally charged to allocation from the Agency for International Development.....	-8	-4	-----
99.0 Total obligations.....	81	18	151

Personnel Summary

Total number of permanent positions.....	11	3	16
Average number of all employees.....	10	2	16
Average GS grade.....	6.6	7.0	7.0
Average GS salary.....	\$6,793	\$7,314	\$7,380

OFFICE OF MANAGEMENT SERVICES

SALARIES AND EXPENSES

For necessary expenses to enable the Office of Management Services to provide management support services to selected agencies and offices of the Department of Agriculture, [\$2,483,000] \$2,687,000. (5 U.S.C. 511-512, 542-1; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

OFFICE OF MANAGEMENT SERVICES—Con.

SALARIES AND EXPENSES—Continued

Program and Financing (in thousands of dollars)

Identification code 05-88-0700-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Management support activities (program costs, funded) ¹ -----	2,968	3,084	3,256
Change in selected resources ² -----	8		
10 Total obligations-----	2,976	3,084	3,256
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts-----	-517	-542	-569
25 Unobligated balance lapsing-----	24		
New obligational authority-----	2,483	2,542	2,687
New obligational authority:			
40 Appropriation-----	2,502	2,483	2,687
41 Transferred to "Operating expenses, Public Building Service," General Services Administration (78 Stat. 655)-----	-19		
43 Appropriation (adjusted)-----	2,483	2,483	2,687
44 Proposed supplemental for civilian pay increases-----		59	
Relation of obligations to expenditures:			
10 Total obligations-----	2,976	3,084	3,256
70 Receipts and other offsets (items 11-17)-----	-517	-542	-569
71 Obligations affecting expenditures-----	2,459	2,542	2,687
72 Obligated balance, start of year-----		59	60
74 Obligated balance, end of year-----	-59	-60	-66
90 Expenditures excluding pay increase supplemental-----	2,401	2,485	2,678
91 Expenditures from civilian pay increase supplemental-----		56	3

¹ Includes capital outlay as follows: 1965, \$4 thousand; 1966, \$35 thousand; 1967, \$20 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$0; 1965, \$8 thousand; 1966, \$8 thousand; 1967, \$8 thousand.

The Office of Management Services provides consolidated and centralized management support services to several agencies and offices of the Department. It was established by Secretary's Memorandum No. 1529, dated January 29, 1963, to provide greater economy and effectiveness in the rendering of management service and advice through: Improved utilization of manpower and management techniques, increased specialization of professional skills, and more extensive use of timesaving equipment.

The consolidated management support functions include budget and finance, personnel and related programs, administrative services, and public information work. These functions are financed by direct appropriation to OMS, except for any agency activity performed for others on a reimbursable or advance payment basis. OMS is reimbursed for management support of these activities.

The organization structure of OMS is based upon these functions with operating divisions providing the services for the following agencies and offices: Office of the Secretary, Office of Budget and Finance, Office of Hearing Examiners, Judicial Officer, Office of Management Appraisal and Systems Development, Office of Personnel, Office of Plant and Operations, Rural Community Development

Service, Office of Information, National Agricultural Library, Office of the General Counsel, Office of the Inspector General, Farmer Cooperative Service, Commodity Exchange Authority, Cooperative State Research Service, Economic Research Service, and Statistical Reporting Service.

Object Classification (in thousands of dollars)

Identification code 05-88-0700-0-1-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions-----	2,436	2,512	2,668
11.3 Positions other than permanent-----	6	7	7
11.5 Other personnel compensation-----	24	25	25
Total personnel compensation-----	2,466	2,544	2,700
12.0 Personnel benefits-----	184	191	202
21.0 Travel and transportation of persons-----	29	33	35
22.0 Transportation of things-----	1	1	1
23.0 Rent, communications, and utilities-----	80	90	90
24.0 Printing and reproduction-----	67	70	70
25.1 Other services-----	12	12	12
25.2 Services of other agencies-----	46	55	55
26.0 Supplies and materials-----	60	65	65
31.0 Equipment-----	31	23	26
99.0 Total obligations-----	2,976	3,084	3,256

Personnel Summary

Total number of permanent positions-----	374	375	397
Full-time equivalent of other positions-----	1	1	1
Average number of all employees-----	339	341	359
Average GS grade-----	6.8	6.9	6.9
Average GS salary-----	\$7,091	\$7,476	\$7,547

GENERAL ADMINISTRATION

General and special funds:

SALARIES AND EXPENSES

For necessary expenses of the Office of the Secretary of Agriculture and for general administration of the Department of Agriculture, [including expenses of the National Agricultural Advisory Commission;] repairs and alterations[;], and other miscellaneous supplies and expenses not otherwise provided for and necessary for the practical and efficient work of the Department of Agriculture, [\$3,848,000] \$3,959,000: *Provided*, That this appropriation shall be reimbursed from applicable appropriations for travel expenses incident to the holding of hearings as required by the Administrative Procedures Act (5 U.S.C. 1001): *Provided further*, That not to exceed \$2,500 of this amount shall be available for official reception and representation expenses, not otherwise provided for, as determined by the Secretary. (5 U.S.C. 511-517; secs. 511-512—establishing the Department of Agriculture, which was implemented by the Act of July 24, 1919 (5 U.S.C. 563-564), apply to all appropriation items of the Department which are not based upon specific legislative authority either incorporated in the language of the item or cited immediately thereunder; 5 U.S.C. 520a, 542-1, 543b, 2131; 78 Stat. 252-253; Department of Agriculture and Related Agencies Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code 05-92-0115-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Program and policy direction and coordination:			
(a) Office of the secretary and under secretary-----	730	1,088	1,115
(b) Assistant secretaries-----	338	346	347
2. Budgetary and financial administration-----	756	829	837
3. General operations-----	748	774	781

Program and Financing (in thousands of dollars)—Continued

Identification code 05-92-0115-0-1-355	1965 actual	1966 estimate	1967 estimate
Program by activities—Continued			
4. Management appraisal and systems development.....	139	151	152
5. Personnel administration.....	761	780	787
6. Regulatory hearings and decisions.....	226	236	239
7. National Agricultural Advisory Commission.....	22		
Total program costs, funded ¹	3,720	4,204	4,258
Change in selected resources ²	-12		
10 Total obligations.....	3,708	4,204	4,258
Financing:			
11 Receipts and reimbursements from: Administrative budget accounts: For emergency preparedness functions.....	-232	-276	-299
25 Unobligated balance lapsing.....	77		
New obligational authority.....	3,553	3,928	3,959
New obligational authority:			
40 Appropriation.....	3,553	3,848	3,959
44 Proposed supplemental for civilian pay increases.....		80	
Relation of obligations to expenditures:			
10 Total obligations.....	3,708	4,204	4,258
70 Receipts and other offsets (items 11-17).....	-232	-276	-299
71 Obligations affecting expenditures.....	3,476	3,928	3,959
72 Obligated balance, start of year.....	175	145	235
74 Obligated balance, end of year.....	-145	-235	-235
77 Adjustments in expired accounts.....	-18		
90 Expenditures excluding pay increase supplemental.....	3,487	3,773	3,944
91 Expenditures from civilian pay increase supplemental.....		65	15

¹ Includes capital outlay as follows: 1965, \$24 thousand; 1966, \$20 thousand; 1967, \$20 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$12 thousand (1965 adjustments, \$7 thousand); 1965 \$7 thousand; 1966, \$7 thousand; 1967, \$7 thousand.

General administration covers the overall planning, coordination and administration of the Department's programs. Also included are certain services on a Department-wide basis.

2. *Budgetary and financial administration.*—This covers departmental budgetary and financial management; policies and procedures are promulgated, and programs and legislative proposals are evaluated for budgetary, financial, and related implications.

3. *General operations.*—These embrace departmental policies and procedures for real and personal property, and supply and records management activities. Department-wide central services of post office, telephone, telegraph, reproduction and supply are furnished.

4. *Management appraisal and systems development.*—This covers the coordination and direction of the development of new and improved management techniques, acquisition and utilization of data processing equipment, development of methods of measuring the effectiveness of program operations, and the application of operations research techniques to the administrative, program and scientific activities of the Department.

5. *Personnel administration.*—This covers general direction, leadership, and coordination of the personnel management program of the Department. Departmental policies and procedures are issued and the office coordinates a review program to evaluate the effectiveness of agency personnel programs. The cost reduction and management improvement programs for the Department are also administered by this office.

6. *Regulatory hearings and decisions.*—The hearing examiners hold hearings in connection with the prescribing of new regulations and orders and on disciplinary complaints filed by the Department or on petitions filed by private parties asking relief from some action of the Department. Final administrative decisions in regulatory proceedings are rendered by the judicial officer. "Agriculture Decisions" is published monthly.

Object Classification (in thousands of dollars)

Identification code 05-92-0115-0-1-355	1965 actual	1966 estimate	1967 estimate
GENERAL ADMINISTRATION			
Personnel compensation:			
11.1 Permanent positions.....	2,993	3,345	3,426
11.3 Positions other than permanent.....	18	10	10
11.5 Other personnel compensation.....	17	18	18
Total personnel compensation.....	3,028	3,373	3,454
12.0 Personnel benefits.....	217	253	259
21.0 Travel and transportation of persons.....	139	172	191
22.0 Transportation of things.....	4	7	7
23.0 Rent, communications, and utilities.....	77	83	83
24.0 Printing and reproduction.....	94	103	103
25.1 Other services.....	41	29	36
25.2 Services of other agencies.....	45	58	58
26.0 Supplies and materials.....	33	40	41
31.0 Equipment.....	30	26	26
Total obligations, general administration.....	3,708	4,144	4,258
ALLOTMENT TO OFFICE OF THE INSPECTOR GENERAL			
11.1 Personnel compensation: Permanent positions.....		41	
12.0 Personnel benefits.....		3	
21.0 Travel and transportation of persons.....		14	
25.1 Other services.....		2	
Total obligations, Office of the Inspector General.....		60	
99.0 Total obligations.....	3,708	4,204	4,258

Personnel Summary

GENERAL ADMINISTRATION			
Total number of permanent positions.....	297	313	320
Full-time equivalent of other positions.....	2	1	1
Average number of all employees.....	276	305	308
Average GS grade.....	7.4	7.5	7.5
Average GS salary.....	\$8,154	\$8,658	\$8,708
Average salary of ungraded positions.....	\$5,908	\$5,768	\$5,773
ALLOTMENT TO OFFICE OF THE INSPECTOR GENERAL			
Total number of permanent positions.....		7	
Average number of all employees.....		5	
Average GS grade.....		10.1	
Average GS salary.....		\$9,972	

GENERAL ADMINISTRATION—Continued

General and special funds—Continued

ALLOTMENTS AND ALLOCATIONS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allotments and allocations from other accounts are included in the schedules of the parent appropriations as follows:
"Salaries and expenses" Agricultural Research Service.

Intragovernmental funds:

WORKING CAPITAL FUND, DEPARTMENT OF AGRICULTURE

Program and Financing (in thousands of dollars)

Identification code 05-92-4609-0-4-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Operating costs, funded:			
1. Supply and other central services:			
(a) Cost of goods sold.....	441	440	440
(b) Other.....	591	626	626
2. Reproduction services:			
(a) Cost of goods sold.....	361	366	366
(b) Other.....	837	837	838
3. Motion picture, photographic and other visual information services:			
(a) Cost of goods sold.....	182	200	200
(b) Other.....	1,471	1,475	1,516
4. Automatic data processing services: (a) Cost of service.....	3,707	3,647	3,649
Total operating costs, funded.....	7,589	7,591	7,635
Capital outlay, funded:			
Purchase of equipment:			
1. Supply and other central services.....	11		
2. Reproduction services.....	34	43	40
3. Motion picture, photographic and other visual information services.....	46	45	4
4. Automatic data processing services.....	31	12	12
Total capital outlay, funded.....	121	100	56
Total program costs, funded.....	7,710	7,691	7,691
Change in selected resources ¹	5		
10 Total obligations.....	7,715	7,691	7,691
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts:			
Revenue:			
Supply and other central services.....	-1,066	-1,071	-1,071
Reproduction services.....	-1,236	-1,214	-1,214
Motion picture, photographic and other visual information services.....	-1,650	-1,653	-1,694
Automatic data processing services.....	-3,770	-3,652	-3,654
Proceeds from sale of fixed assets.....	-29		
Decrease in unfilled customers orders.....	17		
Donated working capital.....	-2		
14 Non-Federal sources: Revenue:			
Supply and other central services.....	-3		
Reproduction services.....	-27	-22	-22
Motion picture, photographic, and other visual information services.....	-52	-50	-50
21.98 Unobligated balance available, start of year.....	-1,168	-1,270	-1,241
24.98 Unobligated balance available, end of year.....	1,270	1,241	1,255
New obligational authority.....			

Program and Financing (in thousands of dollars)—Continued

Identification code 05-92-4609-0-4-355	1965 actual	1966 estimate	1967 estimate
Relation of obligations to expenditures:			
10 Total obligations.....	7,715	7,691	7,691
70 Receipts and other offsets (items 11-17).....	-7,817	-7,662	-7,705
71 Obligations affecting expenditures.....	-102	29	-14
72.98 Receivables in excess of obligations, start of year.....	-607	-750	-818
74.98 Receivables in excess of obligations, end of year.....	750	818	886
90 Expenditures.....	41	97	54

¹ Balances of selected resources are identified on the statement of financial condition.

This fund finances by advances or reimbursements certain central services in the Department of Agriculture, including duplicating, photographic and other visual information services, art and graphics, motion picture, tabulating, supply, library photocopy and microfilming services, civil defense activities, interagency employee training programs and the centralized automatic data processing system for payroll, financial management, and other services. The capital consists of \$400 thousand appropriated (5 U.S.C. 542-1) and \$560 thousand donated assets, as of June 30, 1965. Earnings are retained to furnish adequate working capital.

Revenue, Expense, and Retained Earnings (in thousands of dollars)

Supply and other central services:			
Revenue.....	1,069	1,071	1,071
Expense.....	1,035	1,071	1,071
Net operating income, supply and other central services program.....	34		
Reproduction services:			
Revenue.....	1,263	1,236	1,236
Expense.....	1,272	1,235	1,236
Net operating income or loss, reproduction services program.....	-9	1	
Motion picture, photographic, and other visual information services:			
Revenue.....	1,702	1,703	1,744
Expense.....	1,681	1,703	1,744
Net operating income, motion picture, photographic and other visual information services program.....	21		
Automatic data processing services:			
Revenue.....	3,770	3,652	3,654
Expense.....	3,724	3,652	3,654
Net operating income, automatic data processing services.....	46		
Nonoperating income:			
Proceeds from sale of equipment.....	29		
Net book value of assets sold.....	-7		
Net nonoperating income.....	22		
Net income for the year.....	114	1	
Analysis of retained earnings: Retained earnings, start of year.....	322	435	436
Retained earnings, end of year.....	435	436	436

Financial Condition (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Assets:				
Treasury balance.....	562	520	423	369
Accounts receivable, net.....	713	1,007	1,075	1,143
Selected assets: ¹				
Advances.....	2	6	2	2
Commodities for sale.....	258	287	291	291
Supplies, deferred charges, etc.....	48	60	60	60
Fixed assets, net.....	472	469	499	485
Total assets.....	2,055	2,349	2,350	2,350
Liabilities:				
Current.....	782	954	954	954
Government equity:				
Non-interest-bearing capital:				
Start of year.....	933	952	960	960
Donated assets, net.....	18	8		
End of year.....	952	960	960	960
Retained earnings.....	322	435	436	436
Total Government equity.....	1,273	1,395	1,396	1,396

Analysis of Government Equity (in thousands of dollars)

Unpaid undelivered orders ¹	245	206	206	206
Unobligated balance.....	1,168	1,270	1,241	1,255
Unfilled customers orders.....	-920	-903	-903	-903
Invested capital and earnings.....	781	822	852	838
Total Government equity.....	1,273	1,395	1,396	1,396

¹ The changes in these items are reflected on the program and financing schedule.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-92-4609-0-4-355			
Personnel compensation:			
11.1 Permanent positions.....	3,058	3,415	3,439
11.3 Positions other than permanent.....	238	130	130
11.4 Special personal service payments.....	56	4	4
11.5 Other personnel compensation.....	298	125	116
Total personnel compensation.....	3,650	3,674	3,689
12.0 Personnel benefits.....	241	260	261
21.0 Travel and transportation of persons.....	90	89	94
22.0 Transportation of things.....	60	44	44
23.0 Rent, communications, and utilities.....	306	352	351
24.0 Printing and reproduction.....	160	136	138
25.1 Other services.....	1,112	1,037	1,047
25.2 Services of other agencies.....	871	820	821
26.0 Supplies and materials.....	1,137	1,175	1,189
31.0 Equipment.....	90	104	57
99.0 Total obligations.....	7,715	7,691	7,691

Personnel Summary

Total number of permanent positions.....	540	543	543
Full-time equivalent of other positions.....	59	33	33

Personnel Summary—Continued

	1965 actual	1966 estimate	1967 estimate
Average number of all employees.....	516	542	542
Average GS grade.....	6.3	6.3	6.3
Average GS salary.....	\$6,729	\$7,065	\$7,137
Average salary of ungraded positions.....	\$5,946	\$5,791	\$5,796

ADVANCES AND REIMBURSEMENTS

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-92-3900-0-4-355			
Program by activities:			
1. Miscellaneous services to other accounts:			
(a) Department of Agriculture.....	74	159	91
(b) Other agencies.....	32	9	9
2. Economic development program (Department of Commerce).....	5	2	
10 Total program costs, funded—obligations.....	111	170	100
Financing:			
11 Receipts and reimbursements from: Administrative budget accounts.....	-111	-170	-100
New obligational authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	111	170	100
70 Receipts and other offsets (items 11-17)....	-111	-170	-100
71 Obligations affecting expenditures.....			
90 Expenditures.....			

Object Classification (in thousands of dollars)

11.1 Personnel compensation: Permanent positions.....	39	50	21
12.0 Personnel benefits.....	4	4	1
21.0 Travel and transportation of persons.....	46	85	47
24.0 Printing and reproduction.....	9	2	2
25.1 Other services.....	1	8	8
25.2 Services of other agencies.....	9	7	7
26.0 Supplies and materials.....	3	14	14
99.0 Total obligations.....	111	170	100

Personnel Summary

Total number of permanent positions.....	3	4	3
Average number of all employees.....	3	4	3
Average GS grade.....	7.4	7.5	7.5
Average GS salary.....	\$8,154	\$8,658	\$8,708

NATIONAL ADVISORY COMMISSION ON FOOD AND FIBER

General and special funds:

EXPENSES

For necessary expenses, not otherwise provided, of the National Advisory Commission on Food and Fiber established to assist the President's Committee on Food and Fiber, including services as authorized by section 15 of the Act of August 2, 1946 (5 U.S.C. 55a), but at rates for individuals not to exceed \$100 per diem, \$645,000.

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-94-0600-0-1-355			
Program by activities:			
10 Expenses of the National Advisory Commission on Food and Fiber (costs—obligations) (object class 25.2)-----			645
Financing:			
40 New obligatory authority (appropriation)-----			645
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)-----			645
90 Expenditures-----			645

This appropriation is to finance the National Advisory Commission on Food and Fiber established by Executive Order 11256, dated November 4, 1965. This Commission was set up to assist the President's Committee on Food and Fiber which was established by the same executive order.

FOREST SERVICE

The Service carries on three primary functions: (a) protection, development, and use of about 186 million acres of land in national forests and national grasslands in the United States and Puerto Rico; (b) forestry research for all public and private forest lands and related ranges to improve protection from fire, insects, and diseases; to increase production of timber, forage, water, and other products; to improve methods for developing and managing recreation resources; to develop better utilization and marketing of forest products; and to maintain a current inventory of forest resources through a nationwide forest survey; and (c) cooperation with States and private forest land owners to obtain better fire protection on approximately 450 million acres of forest land and nonforest watersheds, and better forest practices on about 358 million acres of privately owned commercial timberlands, to encourage reforestation and stimulate development and management of State, county, and community forests. These primary functions include construction and maintenance of roads and trails, control of forest pests, protection against floods, land acquisition and exchange, and a number of cooperative projects.

General and special funds:

FOREST PROTECTION AND UTILIZATION

For expenses necessary for forest protection and utilization, as follows:

Forest land management: For necessary expenses of the Forest Service, not otherwise provided for, including the administration, improvement, development, and management of lands under Forest

Service administration, fighting and preventing forest fires on or threatening such lands and for liquidation of obligations incurred in the preceding fiscal year for such purposes, control of white pine blister rust and other forest diseases and insects on Federal and non-Federal lands; [\$162,318,000] \$172,856,000, of which \$5,000,000 for fighting and preventing forest fires and \$1,910,000 for insect and disease control shall be apportioned for use, pursuant to section 3679 of the Revised Statutes, as amended, to the extent necessary under the then existing conditions: *Provided*, That not more than [\$680,000] \$2,480,000 of this appropriation may be used for acquisition of land under the Act of March 1, 1911, as amended (16 U.S.C. 513-519): *Provided further*, That funds appropriated for "Cooperative range improvements", pursuant to section 12 of the Act of April 24, 1950 (16 U.S.C. 580h), may be advanced to this appropriation.

Forest research: For forest research at forest and range experiment stations, the Forest Products Laboratory, or elsewhere, as authorized by law; [\$36,689,000] \$34,435,000.

State and private forestry cooperation: For cooperation with States in forest-fire prevention and suppression, in forest tree planting on non-Federal public and private lands, and in forest management and processing, and for advising timberland owners, associations, wood-using industries, and others in the application of forest management principles and processing of forest products, as authorized by law; [\$17,513,000] \$17,897,000.

[For an additional amount for forest research, \$75,000.] (5 U.S.C. 511-512, 524, 565a; 7 U.S.C. 428a, 1010-1012, 1621-1627; 16 U.S.C. 207c, 471-583i, 594-1-594-5, 594a, 1004-1005; 30 U.S.C. 601-604, 611-615; 31 U.S.C. 534; 42 U.S.C. 1891-1893; 43 U.S.C. 1181h-1181j; 36 Stat. 557-579; 79 Stat. 13; Department of the Interior and Related Agencies Appropriation Act, 1966; Supplemental Appropriation Act, 1966.)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-1100-0-1-402			
Program by activities:			
1. Forest land management:			
(a) National forest protection and management-----	137,910	148,804	146,571
(b) Water resource development related activities-----		4,738	5,684
(c) Fighting forest fires-----	18,382	5,000	5,000
(d) Insect and disease control-----	11,119	12,175	12,371
(e) Acquisition of lands-----	819	1,580	2,580
Total, forest land management-----	168,230	172,297	172,206
2. Forest research:			
(a) Forest and range management-----	12,840	14,313	13,909
(b) Forest protection-----	6,720	8,797	8,859
(c) Forest products and engineering-----	5,725	6,768	7,176
(d) Forest resource economics-----	3,414	4,513	4,491
(e) Forest research construction-----	1,061	3,833	350
Total, forest research-----	29,760	38,224	34,785
3. State and private forestry cooperation:			
(a) Forest fire control-----	12,767	12,803	12,811
(b) Forest tree planting-----	320	300	300
(c) Forest management and processing-----	2,906	3,535	3,538
(d) General forestry assistance-----	790	1,270	1,248
Total, State and private forestry cooperation-----	16,783	17,908	17,897
Total program costs, funded 1-----	214,773	228,429	224,888
Change in selected resources 2-----	3,974	-1,400	1,000
10 Total obligations-----	218,747	227,029	225,888

¹ Includes capital outlay as follows: 1965, \$32,948 thousand; 1966, \$35,075 thousand; 1967, \$34 million.

² Selected resources as of June 30 are as follows:

	1964	1965 adjust- ments	1965	1966	1967
Stores-----	3,060	---	3,312	3,500	3,500
Unpaid undelivered orders-----	13,735	-20	17,596	16,000	17,000
Advances-----	710	---	551	559	559
Total selected resources-----	17,505	-20	21,459	20,059	21,059

Program and Financing (in thousands of dollars)—Continued

Identification code 05-96-1100-0-1-402	1965 actual	1966 estimate	1967 estimate
Financing:			
11 Receipts and reimbursements from: Administrative budget accounts: Cooperative range improvements.....	-700	-700	-700
21 Unobligated balance available, start of year.....	-650	-7,247	-----
24 Unobligated balance available, end of year.....	7,247	-----	-----
25 Unobligated balance lapsing.....	1,928	-----	-----
New obligational authority.....	226,572	219,082	225,188
New obligational authority:			
40 Appropriation.....	226,983	216,595	225,188
41 Transferred to "Operating expenses, Public Buildings Service," General Services Administration (78 Stat. 655 and 79 Stat. 531).....	-411	-303	-----
43 Appropriation (adjusted).....	226,572	216,292	225,188
44 Proposed supplemental for civilian pay increases.....	-----	2,790	-----
Relation of obligations to expenditures:			
10 Total obligations.....	218,747	227,029	225,888
70 Receipts and other offsets (items 11-17).....	-700	-700	-700
71 Obligations affecting expenditures.....	218,047	226,329	225,188
72 Obligated balance, start of year.....	28,490	30,419	39,023
74 Obligated balance, end of year.....	-30,419	-39,023	-41,571
77 Adjustments in expired accounts.....	231	-----	-----
90 Expenditures excluding pay increase supplemental.....	216,349	215,075	222,500
91 Expenditures from civilian pay increase supplemental.....	-----	2,650	140

1. *Forest land management*—(a) *National forest protection and management*.—The 154 national forests and 19 units of national grasslands are managed under multiple use and sustained yield principles. The natural resources of outdoor recreation, range, timber, watershed, and wildlife are utilized in a planned combination that will best meet the needs of the Nation without impairing productivity of the land. These management and utilization principles were recognized in the Multiple Use-Sustained Yield Act of June 12, 1960 (74 Stat. 215). Work programs and budget estimates are related to the development program for the national forests, a plan to meet the increasing demands for specific national forest resource needs through 1972 and for long-term objectives to the year 2000. Increases are provided in the budget to further attainment of these program objectives. Construction funds of \$22.9 million in 1966 and \$22.5 million in 1967 are budgeted, compared with \$21.4 million used in 1965, for construction or rehabilitation of campground and picnic facilities and other recreation improvements, the construction of dwellings or barracks for employee housing, fire lookouts, service and storage buildings, communication facilities, and other improvements. Funds appropriated under Cooperative range improvements are merged with this appropriation for obligational purposes.

MAIN WORKLOAD FACTORS

Description	1965 actual	1966 estimate	1967 estimate
Area administered and protected:			
(a) National forest lands (acres).....	182,337,584	182,400,000	182,500,000
(b) National grasslands (acres).....	3,803,455	3,803,500	3,804,000
(c) Land utilization projects (acres).....	161,600	162,000	162,000
Timber managed and protected (billion board feet).....	1,148	1,148	1,148
Timber sales (number).....	87,491	88,000	89,000
Timber harvested (billion board feet).....	11.2	11.4	11.6
Grazing use permits (calendar year).....	57,600	57,600	57,600
Estimated number of livestock on national forest ranges (including calves and lambs).....	6,000,000	6,000,000	6,000,000
Special use permits, excluding recreation (number).....	36,500	37,100	37,700
Recreation special use permits (number).....	23,000	24,000	24,500
Estimated number of visitors to national forests (calendar year).....	144,000,000	154,000,000	169,000,000
Tree planting and seeding (acres).....	119,619	128,000	131,000
Timber stand improvement (acres treated).....	181,051	180,000	180,000
Range reseeding and removal of competing vegetation (acres).....	195,034	195,034	195,034
Receipts (thousands of dollars):			
Timber sales.....	138,769	143,100	146,400
Grazing and power.....	3,127	3,200	3,200
Land uses.....	5,515	6,700	7,525
National grasslands.....	1,829	1,850	1,850
Total receipts.....	149,240	154,850	158,975

(b) *Water resource development related activities*.—This activity provides for the development of recreational facilities and for other activities required by water resource projects of other agencies located within or adjacent to the national forests.

(c) *Fighting forest fires*.—This provides for employment of additional manpower and other facilities for forest fire emergencies which cannot be met by the fire control organization provided under national forest protection and management. Costs above the amounts estimated for the current and budget years are authorized to be met from advances from other Forest Service appropriations. In addition, a supplemental appropriation for fighting forest fires is anticipated for 1966 under Proposed for later transmission.

	Calendar year		
	1964 actual	1965 estimate	1966 estimate
Forest fires controlled (number).....	9,749	9,500	11,000
Area burned (acres).....	183,154	70,000	150,000

(d) *Insect and disease control*.—Activities to suppress and control destructive insects and diseases that threaten timber areas include two types of work carried on jointly by Federal, State, and private agencies: (1) Surveys on forest lands to detect and evaluate infestations of forest insects and infections of tree diseases and determination of protective measures to be taken, and (2) control operations to suppress or eradicate forest insects and diseases, including white pine blister rust.

(e) *Acquisition of lands*.—Lands are purchased to protect the watersheds of navigable streams and to increase the production of timber with the approval of the National Forest Reservation Commission.

FOREST SERVICE—Continued

General and special funds—Continued

FOREST PROTECTION AND UTILIZATION—Continued

2. *Forest research.*—Research is conducted at 9 regional forest experiment stations, the Forest Products Laboratory, and elsewhere.

(a) *Forest and range management.*—This research provides private and public land managers and owners with a sound basis for management of timber, forage, and watershed lands. Studies are conducted to maintain a sustained yield of products at the lowest possible costs; increase forage for domestic livestock and improve habitat for wildlife without damage to soil, watershed, or other values; assure maximum regular flow of usable water, and reduce floods and sedimentation; and improve methods for developing and managing recreation resources.

(b) *Forest protection.*—Research is conducted to develop sound measures for the protection of forests from damage by fire, insects, and diseases. Forest fire research provides improved methods of predicting fire danger, and preparing for and combating fire by combinations of ground and aerial methods. Insect and disease research develops direct controls, silvicultural measures, and biological agents to combat forest pests.

(c) *Forest products and engineering.*—Studies are conducted to develop new and improved forest products, reduction and utilization of waste, and use of low-quality wood and less-desirable species. They include studies to reduce costs of logging and wood utilization, and to develop basic knowledge of wood and disseminate this to forest owners, manufacturers, fabricators, and consumers. Research is also conducted to advance the mechanization and efficiency of forestry operations, and to develop and evaluate machines and similar equipment for such operations as logging, planting, timber-stand improvement, and protection of forests.

(d) *Forest resource economics.*—These investigations are conducted to inventory and appraise the condition of forest lands, volume and quality of standing timber, ownership of timber resources, annual growth and depletion, and the potential need for timber products. Studies of the economics of forest crop production and of marketing of forest products are also included.

3. *State and private forestry cooperation.*—This program, carried on in cooperation with the States, encourages private timber management. Privately owned forest lands comprise three-fourths of the Nation's commercial forest area and produce about 75% of all timber cut.

(a) *Forest fire control.*—Assistance is furnished 49 States in preventing and suppressing forest fires on private and State owned lands by financial aid, training, procurement of equipment, and a nationwide fire prevention campaign. About 87% of the 519 million acres of non-Federal ownership planned for protection is now covered. During 1964 the acreage burned on protected areas was 0.4% as against an estimated 7.3% on unprotected lands. Of the total expenditures under this program, 82.5% is contributed by States and counties, 1.5% by private owners, and 16% by the Federal Government.

(b) *Forest tree planting.*—To encourage woodland owners to reforest unproductive portions of their holdings, and farmers to plant wind barriers around their fields and farmsteads—a total of more than 70 million acres alto-

gether—the States provide planting stock at reasonable prices. The Federal Government shares the cost of producing the stock with the State and private land owners.

(c) *Forest management and processing.*—In cooperation with 49 States and Puerto Rico, technical assistance is given to woodland owners in applying good multiple use management to their forest holdings. Also, assistance is provided operators of small primary forest products manufacturing plants to improve their production and marketing. In 1965, 99,074 owners and 9,248 processors were assisted.

(d) *General forestry assistance.*—Technical forest management assistance is provided to State, community, private, and other Federal agencies, forest industries, colleges, and landowners.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-1100-0-1-402			
FOREST SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	90,913	101,550	104,500
11.3 Positions other than permanent.....	25,560	25,479	25,500
11.4 Special personal service payments.....	1,690	402	400
11.5 Other personnel compensation.....	5,353	3,095	3,000
Total personnel compensation.....	123,516	130,526	133,400
12.0 Personnel benefits.....	8,832	9,710	9,900
21.0 Travel and transportation of persons.....	6,364	6,115	6,004
22.0 Transportation of things.....	7,964	7,000	7,400
23.0 Rent, communications, and utilities.....	4,359	4,200	4,400
24.0 Printing and reproduction.....	1,557	1,600	1,700
25.1 Other services.....	17,578	18,937	19,550
25.2 Services of other agencies.....	3,883	4,100	4,200
26.0 Supplies and materials.....	12,863	11,879	12,400
31.0 Equipment.....	5,971	5,400	5,800
32.0 Lands and structures.....	6,110	7,870	5,000
41.0 Grants, subsidies, and contributions.....	15,992	16,300	16,100
42.0 Insurance claims and indemnities.....	78	75	100
Subtotal.....	215,067	223,712	225,954
95.0 Quarters and subsistence charges.....	-1,373	-1,375	-1,500
Total obligations, Forest Service.....	213,694	222,337	224,454
ALLOTMENT ACCOUNTS			
Personnel compensation:			
11.1 Permanent positions.....	185	334	420
11.3 Positions other than permanent.....	362	440	467
11.5 Other personnel compensation.....	26	15	9
Total personnel compensation.....	573	789	896
12.0 Personnel benefits.....	28	46	51
21.0 Travel and transportation of persons.....	36	68	63
22.0 Transportation of things.....	13	14	14
23.0 Rent, communications, and utilities.....	10	11	12
24.0 Printing and reproduction.....	8	21	1
25.1 Other services.....	710	366	235
25.2 Services of other agencies.....	11	6	5
26.0 Supplies and materials.....	149	149	132
31.0 Equipment.....	42	29	25
32.0 Lands and structures.....	3,473	3,193	-----
Total obligations, allotment accounts.....	5,053	4,692	1,434
99.0 Total obligations.....	218,747	227,029	225,888
Obligations are distributed as follows:			
Department of Agriculture, Forest Service.....	213,694	222,337	224,454
Department of the Interior.....	1,178	1,336	1,434
General Services Administration.....	3,875	3,356	-----

Personnel Summary

	1965 actual	1966 estimate	1967 estimate
FOREST SERVICE			
Total number of permanent positions.....	13,413	13,985	14,220
Full-time equivalent of other positions.....	6,203	5,767	5,712
Average number of all employees.....	18,194	18,824	18,995
Average GS grade.....	7.4	7.4	7.4
Average GS salary.....	\$7,312	\$7,595	\$7,620
Average salary of ungraded positions.....	\$5,691	\$5,685	\$5,686
ALLOTMENT TO DEPARTMENT OF THE INTERIOR			
Total number of permanent positions.....	26	46	55
Full-time equivalent of other positions.....	67	82	89
Average number of all employees.....	93	125	141
Average GS grade.....	8.1	8.0	8.0
Average GS salary.....	\$7,746	\$7,999	\$8,084
Average salary of ungraded positions.....	\$6,440	\$6,463	\$6,458

Proposed for separate transmittal:

FOREST PROTECTION AND UTILIZATION

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-1100-1-1-402			
Program by activities:			
10 Forest land management: Fighting forest fires (costs—obligations).....		10,000	
Financing:			
40 New obligational authority (proposed supplemental appropriation).....		10,000	
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....		10,000	
90 Expenditures.....		10,000	

Under existing legislation, 1966.—A supplemental appropriation of \$10 million for 1966 is anticipated for fighting forest fires.

COOPERATIVE RANGE IMPROVEMENTS

(Special fund)

For artificial revegetation, construction, and maintenance of range improvements, control of rodents, and eradication of poisonous and noxious plants on national forests in accordance with section 12 of the Act of April 24, 1950 (16 U.S.C. 580h), to be derived from grazing fees as authorized by said section, \$700,000, to remain available until expended. (*Department of the Interior and Related Agencies Appropriation Act, 1966.*)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-5207-0-2-402			
Program by activities:			
10 Advanced to forest protection and utilization (costs—obligations) (object class 25.3).....	700	700	700
Financing:			
40 New obligational authority (appropriation).....	700	700	700
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	700	700	700
90 Expenditures.....	700	700	700

Part of the grazing fees from the national forests, when appropriated, are used to protect or improve the productivity of the range, mainly by construction and maintenance of fences, stock watering facilities, bridges, corrals, and driveways. These funds are advanced to and merged with the appropriation Forest protection and utilization, subappropriation Forest land management.

FOREST ROADS AND TRAILS (LIQUIDATION OF CONTRACT AUTHORIZATION)

For expenses necessary for carrying out the provisions of title 23, United States Code, sections 203 and 205, relating to the construction and maintenance of forest development roads and trails, \$78,672,000 \$102,530,000, to remain available until expended, for liquidation of obligations incurred pursuant to authority contained in title 23, United States Code, section 203: *Provided*, That funds available under the Act of March 4, 1913 (16 U.S.C. 501), shall be merged with and made a part of this appropriation: *Provided further*, That not less than the amount made available under the provisions of the Act of March 4, 1913, shall be expended under the provisions of such Act.

For an additional amount for "Forest roads and trails (liquidation of contract authorization)", \$22,500,000, to remain available until expended. (5 U.S.C. 565a; 23 U.S.C. 125; 78 Stat. 1089; 79 Stat. 13; 79 Stat. 132; *Department of the Interior and Related Agencies Appropriation Act, 1966; Supplemental Appropriation Act, 1966.*)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-2262-0-1-402			
Program by activities:			
1. Construction of roads and trails.....	61,380	69,995	81,001
2. Maintenance of roads and trails.....	33,230	39,855	31,000
Total program costs, funded ¹	94,610	109,850	112,001
Change in selected resources ²	10,862	12,903	
10 Total obligations.....	105,472	122,753	112,001
Financing:			
11 Receipts and reimbursements from: Administrative budget accounts (16 U.S.C. 501).....	-13,141	-14,204	-14,700
21.49 Unobligated balance available, start of year: Contract authorization.....	-90,180	-120,850	-97,301
24.49 Unobligated balance available, end of year: Contract authorization.....	120,850	97,301	85,000
40 New obligational authority.....	123,000	85,000	85,000
New obligational authority:			
49 Current contract authorization (78 Stat. 397 and 23 U.S.C. 203).....	123,000		85,000
69 Permanent contract authorization (76 Stat. 1145; 78 Stat. 397; 23 U.S.C. 203; 79 Stat. 132).....		85,000	
Relation of obligations to expenditures:			
10 Total obligations.....	105,472	122,753	112,001
70 Receipts and other offsets (items 11-17).....	-13,141	-14,204	-14,700
71 Obligations affecting expenditures.....	92,331	108,549	97,301
Obligated balance, start of year:			
72.40 Cash.....	13,436	8,949	
72.49 Contract authorization.....	17,783	34,142	40,555
Obligated balance, end of year:			
74.40 Cash.....	-8,949		
74.49 Contract authorization.....	-34,142	-40,555	-35,326
90 Expenditures excluding pay increase supplemental.....	80,458	110,121	102,530
91 Expenditures from civilian pay increase supplemental.....		964	

¹ Includes capital outlay as follows: 1965, \$51,390 thousand; 1966, \$60,000 thousand; 1967, \$60,000 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$23,735 thousand; 1965, \$34,597 thousand; 1966, \$47,500 thousand; 1967, \$47,500 thousand.

FOREST SERVICE—Continued**General and special funds—Continued****FOREST ROADS AND TRAILS (LIQUIDATION OF CONTRACT AUTHORIZATION)—Continued****Status of Unfunded Contract Authorization (in thousands of dollars)**

	1965 actual	1966 estimate	1967 estimate
Unfunded balance, start of year.....	107,964	154,992	137,856
Contract authorization.....	123,000	85,000	85,000
Unfunded balance, end of year.....	—154,992	—137,856	—120,326
Appropriation to liquidate contract authorization.....	75,972	101,172	102,530
Proposed supplemental for civilian pay increases.....		964	

Roads and trails are essential to protection and management of national forests and utilization of their resources. The system consists of approximately 188,133 miles of earth- or gravel-surfaced roads and 102,947 miles of supplemental trails.

The Federal-Aid Highway Act of 1964 provides authorization of \$85 million for 1966 and \$85 million for 1967. These authorizations are available for obligation a year in advance of the year for which authorized. The Pacific Northwest Disaster Relief Act of 1965 provided an additional \$38 million authorization for rehabilitation and restoration of flood damaged roads. The 1967 program will involve the construction and reconstruction of about 811 miles of general purpose and recreation roads, and about 794 miles of timber access roads to harvest national forest timber, a total of approximately 1,605 miles. This compares with 1,613 miles built in 1965 and 1,386 miles being built in 1966. In addition, an estimated 12,000 miles of flood damaged roads have been, or will be, repaired during the period 1965–67.

Of the amounts received annually from National Forest activities, 10% is available under the permanent appropriation Roads and Trails for States, for construction and maintenance within the State from which such proceeds are derived. Such amounts are merged with this appropriation for obligational purposes.

Object Classification (in thousands of dollars)

Identification code 05-96-2262-0-1-402	1965 actual	1966 estimate	1967 estimate
FOREST SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	24,039	28,820	26,634
11.3 Positions other than permanent.....	11,583	12,986	12,831
11.4 Special personal service payments.....	10	2	
11.5 Other personnel compensation.....	1,024	1,240	1,126
Total personnel compensation.....	36,656	43,048	40,591
12.0 Personnel benefits.....	2,523	2,956	2,804
21.0 Travel and transportation of persons.....	1,999	2,195	2,100
22.0 Transportation of things.....	3,075	3,195	3,300
23.0 Rent, communications, and utilities.....	1,372	1,465	1,500
24.0 Printing and reproduction.....	368	350	350
25.1 Other services.....	18,980	20,954	18,317
25.2 Services of other agencies.....	1,543	1,015	1,600
26.0 Supplies and materials.....	6,416	7,610	6,800
31.0 Equipment.....	1,745	1,865	1,800
32.0 Lands and structures.....	30,453	37,745	32,100
42.0 Insurance claims and indemnities.....	31	2	
Subtotal.....	105,161	122,400	111,262
95.0 Quarters and subsistence charges.....	—297	—307	—300
Total obligations, Forest Service.....	104,864	122,093	110,962

Object Classification (in thousands of dollars)—Continued

Identification code 05-96-2262-0-1-402	1965 actual	1966 estimate	1967 estimate
ALLOTMENT TO COMMERCE, BUREAU OF PUBLIC ROADS			
Personnel compensation:			
11.1 Permanent positions.....	47	50	51
11.3 Positions other than permanent.....	9	10	10
Total personnel compensation.....	56	60	61
12.0 Personnel benefits.....	4	5	5
21.0 Travel and transportation of persons.....	24	25	25
22.0 Transportation of things.....	2	2	2
23.0 Rent, communications, and utilities.....	2	2	2
24.0 Printing and reproduction.....	2	2	2
25.1 Other services.....	5	5	5
25.2 Services of other agencies.....	131	131	131
32.0 Lands and structures.....	381	428	806
Total obligations, Commerce, Bureau of Public Roads.....	608	660	1,039
99.0 Total obligations.....	105,472	122,753	112,001

Personnel Summary

FOREST SERVICE			
Total number of permanent positions.....	3,809	4,237	4,125
Full-time equivalent of other positions.....	2,538	2,812	2,712
Average number of all employees.....	5,915	6,727	6,290
Average GS grade.....	7.4	7.4	7.4
Average GS salary.....	\$7,312	\$7,595	\$7,620
Average salary of ungraded positions.....	\$5,691	\$5,685	\$5,686
ALLOTMENT TO COMMERCE, BUREAU OF PUBLIC ROADS			
Total number of permanent positions.....	8	7	7
Full-time equivalent of other positions.....	2	2	2
Average number of all employees.....	9	9	9
Average GS grade.....	9.0	9.2	9.2
Average GS salary.....	\$9,122	\$9,694	\$9,835

ACCESS ROADS**Program and Financing (in thousands of dollars)**

Identification code 05-96-1121-0-1-402	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Access roads (program costs, funded) ¹	505	870	
Change in selected resources ²	313	—807	
10 Total obligations.....	818	63	
Financing:			
17 Recovery of prior year obligations.....	—34		
21 Unobligated balance available, start of year.....	—847	—63	
24 Unobligated balance available, end of year.....	63		
New obligational authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	818	63	
70 Receipts and other offsets (items 11–17).....	—34		
71 Obligations affecting expenditures.....	784	63	
72 Obligated balance, start of year.....	572	918	
74 Obligated balance, end of year.....	—918		
90 Expenditures.....	438	981	

¹ Includes capital outlay as follows: 1965, \$500 thousand; 1966 \$800 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$527 thousand (1965 adjustments, —\$34 thousand); 1965, \$807 thousand; 1966, \$0.

Full or partial interest in existing roads or rights-of-way is purchased (or obtained by condemnation if purchase negotiations fail) to provide access to national forest areas where road access is a serious problem.

Object Classification (in thousands of dollars)

Identification code 05-96-1121-0-1-402	1965 actual	1966 estimate	1967 estimate
26.0 Supplies and materials.....	26	3	-----
32.0 Lands and structures.....	792	60	-----
99.0 Total obligations.....	818	63	-----

ACQUISITION OF LANDS FOR NATIONAL FORESTS

SUPERIOR NATIONAL FOREST

Program and Financing (in thousands of dollars)

Identification code 05-96-1118-0-1-402	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Acquisition of lands for Superior National Forest (program costs, funded) ¹	367	632	-----
Change in selected resources ²	-154	-307	-----
10 Total obligations.....	214	325	-----
Financing:			
21 Unobligated balance available, start of year.....	-539	-325	-----
24 Unobligated balance available, end of year.....	325		-----
New obligational authority			
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	214	325	-----
72 Obligated balance, start of year.....	462	305	-----
74 Obligated balance, end of year.....	-305		-----
90 Expenditures.....	371	630	-----

¹ Includes capital outlay costs of: 1965, \$339 thousand; 1966, \$580 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$460 thousand; 1965, \$307 thousand; 1966, \$0.

As of June 30, 1965, there remain approximately six cases involving land to be acquired to preserve the wilderness conditions of part of the Superior National Forest in Minnesota. The authorization for the purchase of land within this forest was increased to \$4.5 million by Public Law 87-351, approved October 4, 1961. The 1963 appropriation completed the authorization for acquisition of the remaining tracts.

Object Classification (in thousands of dollars)

Identification code 05-96-1118-0-1-402	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	23	18	-----
11.3 Positions other than permanent.....	1	1	-----
Total personnel compensation.....	24	19	-----
12.0 Personnel benefits.....	2	1	-----
21.0 Travel and transportation of persons.....	1	1	-----
25.1 Other services.....	1	2	-----
32.0 Lands and structures.....	185	302	-----
99.0 Total obligations.....	214	325	-----

Personnel Summary

	1965 actual	1966 estimate	1967 estimate
Total number of permanent positions.....	3	2	-----
Average number of all employees.....	3	2	-----
Average GS grade.....	7.4	7.4	-----
Average GS salary.....	\$7,312	\$7,595	-----
Average salary of ungraded positions.....	\$5,691	\$5,685	-----

SPECIAL ACTS

(Special fund)

For acquisition of land to facilitate the control of soil erosion and flood damage originating within the exterior boundaries of the following national forests, in accordance with the provisions of the following Acts, authorizing annual appropriations of forest receipts for such purposes, and in not to exceed the following amounts from such receipts, Cache National Forest, Utah, Act of May 11, 1938 (52 Stat. 347), as amended, \$20,000; Uinta and Wasatch National Forests, Utah, Act of August 26, 1935 (49 Stat. 866), as amended, \$20,000; Toiyabe National Forest, Nevada, Act of June 25, 1938 (52 Stat. 1205), as amended, \$8,000; Sequoia National Forest, California, Act of June 17, 1940 (54 Stat. 402), \$32,000; in all, \$80,000: *Provided*, That no part of this appropriation shall be used for acquisition of any land which is not within the boundaries of the national forests and/or for the acquisition of any land without the approval of the local government concerned. (*Department of the Interior and Related Agencies Appropriation Act, 1966.*)

Amounts Available for Appropriation (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
Unappropriated balance, start of year.....		1	-----
Receipts.....	41	78	80
Unobligated balances returned to unappropriated receipts.....	30	1	-----
Total available for appropriation.....	71	80	80
Appropriation (special acts).....	-70	-80	-80
Unappropriated balance, end of year.....	1		-----

Program and Financing (in thousands of dollars)

Identification code 05-96-5208-0-2-402	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Cache National Forest, Utah.....	8	20	20
2. Uinta and Wasatch National Forests, Utah.....	26	20	20
3. Toiyabe National Forest, Nevada.....		8	8
4. Angeles National Forest, California.....	3		-----
5. Cleveland National Forest (San Diego County), California.....	8		-----
6. San Bernardino-Cleveland National Forest (Riverside County), California.....	16		-----
7. Sequoia National Forest, California.....		32	32
Total program costs, funded ¹	61	80	80
Change in selected resources ²	-20		-----
10 Total obligations.....	41	80	80
Financing:			
25 Unobligated balance lapsing.....	29		-----
40 New obligational authority (appropriation).....	70	80	80

¹ Includes capital outlay as follows: 1965, \$44 thousand; 1966, \$70 thousand; 1967, \$70 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$53 thousand; 1965, \$33 thousand; 1966, \$33 thousand; 1967, \$33 thousand.

FOREST SERVICE—Continued**General and special funds—Continued****SPECIAL ACTS—Continued**

(Special fund)—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-5208-0-2-402			
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)...	41	80	80
72 Obligated balance, start of year.....	62	55	60
74 Obligated balance, end of year.....	-55	-60	-60
77 Adjustments in expired accounts.....	-1		
90 Expenditures.....	48	75	80

On the basis of agreements with certain counties in Utah, Nevada, and California, national forest receipts, including the portions which would normally be paid to county road and school funds, are used for purchase by the Government of privately owned lands within the national forests to aid in the control of soil erosion and flood damage.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-5208-0-2-402			
11.1 Personnel compensation: Permanent positions.....	3	6	6
32.0 Lands and structures.....	37	74	74
99.0 Total obligations.....	41	80	80

Personnel Summary

Total number of permanent positions.....	0	1	1
Average number of all employees.....	0	1	1
Average GS grade.....	7.4	7.4	7.4
Average GS salary.....	\$7,312	\$7,595	\$7,620
Average salary of ungraded positions.....	\$5,691	\$5,685	\$5,686

ACQUISITION OF LANDS FOR UINTA NATIONAL FOREST

For the acquisition of land in the Uinta National Forest, Utah, in accordance with the Act of October 1, 1965 (79 Stat. 899), \$300,000, to remain available until expended.

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-1124-0-1-402			
Program by activities:			
Acquisition of lands for Uinta National Forest, Utah (program costs, funded) ¹			300
10 Total obligations.....			300
Financing:			
40 New obligational authority (appropriation).....			300

Program and Financing (in thousands of dollars)—Continued

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-1124-0-1-402			
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....			300
74 Obligated balance, end of year.....			-25
90 Expenditures.....			275

¹ Includes capital outlay as follows: 1967, \$286 thousand.

Public Law 89-226, approved October 1, 1965, authorized the acquisition of approximately 10,000 acres of nonfederally owned land within the Uinta National Forest in Utah to promote the control of floods and the reduction of soil erosion through restoration of adequate vegetative cover. The Act provides \$300 thousand for purchase of these lands which are in a single ownership. The land is located on the South Fork of the Provo River and constitutes the watershed from which the city of Provo draws its municipal water supply.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-1124-0-1-402			
11.1 Personnel compensation: Permanent positions.....			8
21.0 Travel and transportation of persons.....			2
26.0 Supplies and materials.....			4
32.0 Lands and structures.....			286
99.0 Total obligations.....			300

Personnel Summary

Total number of permanent positions.....			1
Average number of all employees.....			1
Average GS grade.....			7.4
Average GS salary.....			\$7,620

ACQUISITION OF LANDS FOR CACHE NATIONAL FOREST**Program and Financing (in thousands of dollars)**

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-1120-0-1-402			
Program by activities:			
Acquisition of lands for Cache National Forest (program costs, funded) ¹		40	
Change in selected resources ²	3	-17	
10 Total obligations (object class 32.0).....	3	23	
Financing:			
21 Unobligated balance available, start of year.....	-26	-23	
24 Unobligated balance available, end of year.....	23		
New obligational authority.....			
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	3	23	
72 Obligated balance, start of year.....	14	18	
74 Obligated balance, end of year.....	-18		
90 Expenditures.....		41	

¹ Includes capital outlay as follows: 1965, \$0; 1966, \$40 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$14 thousand; 1965, \$17 thousand; 1966, \$0.

Lands are acquired within the Cache National Forest, Utah, to enable control and minimization of soil erosion and flood damage.

ACQUISITION OF LANDS FOR WASATCH NATIONAL FOREST

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-1123-0-1-402			
Program by activities:			
Acquisition of lands for Wasatch National Forest, Utah (program costs, funded) ¹	48	347	-----
Change in selected resources ²	61	-236	-----
10 Total obligations.....	109	111	-----
Financing:			
21 Unobligated balance available, start of year.....	-70	-111	-----
24 Unobligated balance available, end of year.....	111	-----	-----
40 New obligational authority (appropriation).....	150	-----	-----
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	109	111	-----
72 Obligated balance, start of year.....	175	236	-----
74 Obligated balance, end of year.....	-236	-----	-----
90 Expenditures.....	48	347	-----

¹ Includes capital outlay as follows: 1965, \$40 thousand; 1966, \$337 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$175 thousand; 1965, \$236 thousand; 1966, \$0.

Public Law 87-661, approved September 14, 1962, added some 24,000 acres to the Wasatch National Forest in Utah, of which only approximately 5,000 acres in scattered tracts are now in Federal ownership. The act authorizes the appropriation of \$400 thousand for purchase of privately owned lands within the area to aid in the control of floods and reduction of soil erosion as the primary value of these lands is for watershed purposes. The 1965 appropriation completed the authorization. As of June 30, 1965, approximately 10,000 acres of land have been acquired.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-1123-0-1-402			
Personnel compensation:			
11.1 Permanent positions.....	7	7	-----
11.3 Positions other than permanent.....	1	1	-----
Total personnel compensation.....	8	8	-----
12.0 Personnel benefits.....	1	1	-----
32.0 Lands and structures.....	100	102	-----
99.0 Total obligations.....	109	111	-----

Personnel Summary

Total number of permanent positions.....	1	1	-----
Average number of all employees.....	1	1	-----
Average GS grade.....	7.4	7.4	-----
Average GS salary.....	\$7,312	\$7,595	-----
Average salary of ungraded positions.....	\$5,691	\$5,685	-----

ASSISTANCE TO STATES FOR TREE PLANTING

For expenses necessary to carry out section 401 of the Agricultural Act of 1956, approved May 28, 1956 (16 U.S.C. 568e), \$1,000,000 to remain available until expended. (*Department of the Interior and Related Agencies Appropriation Act, 1966*.)

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-1101-0-1-402			
Program by activities:			
Tree planting assistance (program costs, funded) ¹	969	1,020	1,000
Change in selected resources ²	29	-----	-----
10 Total obligations.....	998	1,020	1,000
Financing:			
21 Unobligated balance available, start of year.....	-18	-20	-----
24 Unobligated balance available, end of year.....	20	-----	-----
40 New obligational authority (appropriation).....	1,000	1,000	1,000
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	998	1,020	1,000
72 Obligated balance, start of year.....	322	260	250
74 Obligated balance, end of year.....	-260	-250	-250
90 Expenditures.....	1,060	1,030	1,000

¹ Includes capital outlay as follows: 1965, \$4 thousand; 1966, \$4 thousand; 1967, \$4 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$56 thousand; 1965, \$85 thousand; 1966, \$85 thousand; 1967, \$85 thousand.

To carry out section 401 of the Agricultural Act of 1956, assistance is given to the State forester or other State official, through technical advice and financial contribution, to carry out tree planting and reforestation work in accordance with plans submitted by the State and approved by the Secretary of Agriculture.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-1101-0-1-402			
Personnel compensation:			
11.1 Permanent positions.....	108	119	121
11.3 Positions other than permanent.....	4	4	4
Total personnel compensation.....	112	123	125
12.0 Personnel benefits.....	8	9	9
21.0 Travel and transportation of persons.....	11	12	12
22.0 Transportation of things.....	1	1	1
23.0 Rent, communications, and utilities.....	1	2	2
24.0 Printing and reproduction.....	2	2	2
25.1 Other services.....	1	2	2
25.2 Services of other agencies.....	1	1	1
26.0 Supplies and materials.....	1	5	5
31.0 Equipment.....	3	1	1
41.0 Grants, subsidies, and contributions.....	858	862	840
99.0 Total obligations.....	998	1,020	1,000

Personnel Summary

Total number of permanent positions.....	15	15	15
Full-time equivalent of other positions.....	1	1	1
Average number of all employees.....	14	15	15
Average GS grade.....	7.4	7.4	7.4
Average GS salary.....	\$7,312	\$7,595	\$7,620
Average salary of ungraded positions.....	\$5,691	\$5,685	\$5,686

FOREST SERVICE—Continued**General and special funds—Continued****TIMBER DEVELOPMENT ORGANIZATION LOANS AND TECHNICAL ASSISTANCE**

For loans under the applicable provisions of the Consolidated Farmers Home Administration Act of 1961 (7 U.S.C. 1926 et seq.) and for related expenses and technical forestry assistance, as authorized by section 204 of the Appalachian Regional Development Act of 1965 (79 Stat. 13), \$500,000, to remain available until expended.

Program and Financing (in thousands of dollars)

Identification code 05-96-1102-0-1-402	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Loans and related expenses.....		600	700
2. Technical assistance.....		100	100
Total program costs.....		700	800
Change in selected resources ¹	50	-50	
10 Total obligations.....	50	650	800
Financing:			
21 Unobligated balance available, start of year.....		-950	-300
24 Unobligated balance available, end of year.....	950	300	
40 New obligational authority (appropriation).....	1,000		500
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	50	650	800
72 Obligated balance, start of year.....		50	50
74 Obligated balance, end of year.....	-50	-50	-50
90 Expenditures.....		650	800

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$0; 1965, \$50 thousand; 1966, \$0.

The Appalachian Regional Development Act of 1965 authorizes loans and technical assistance to individuals and groups who want to establish private, nonprofit timber development organizations. Loans are made available under the applicable provisions of the Consolidated Farmers Home Administration Act of 1961, which comes up to one-half of the initially required capital. Technical assistance is provided in the establishment and operation of the timber organizations.

Object Classification (in thousands of dollars)

Identification code 05-96-1102-0-1-402	1965 actual	1966 estimate	1967 estimate
FOREST SERVICE			
11.1 Personnel compensation: Permanent positions.....		10	10
12.0 Personnel benefits.....		1	1
21.0 Travel and transportation of persons.....		2	2
23.0 Rent, communications, and utilities.....		1	1
25.1 Other services.....	50	35	85
26.0 Supplies and materials.....		1	1
Total obligations, Forest Service.....	50	50	100
ALLOTMENT TO FARMERS HOME ADMINISTRATION			
11.1 Personnel compensation: Permanent positions.....		42	42
12.0 Personnel benefits.....		3	3
21.0 Travel and transportation of persons.....		5	5

Object Classification (in thousands of dollars)—Continued

Identification code 05-96-1102-0-1-402	1965 actual	1966 estimate	1967 estimate
ALLOTMENT TO FARMERS HOME ADMINISTRATION—Continued			
33.0 Investments and loans.....		550	650
Total obligations, Farmers Home Administration.....		600	700
99.0 Total obligations.....	50	650	800

Personnel Summary

FOREST SERVICE			
Total number of permanent positions.....	0	1	1
Average number of all employees.....	0	1	1
Average GS grade.....	7.4	7.4	7.4
Average GS salary.....	\$7,312	\$7,595	\$7,620
Average salary of ungraded positions.....	\$5,691	\$5,685	\$5,686
ALLOTMENT ACCOUNT			
Total number of permanent positions.....	0	6	6
Average number of all employees.....	0	6	6
Average GS grade.....	6.8	7.2	7.3
Average GS salary.....	\$7,057	\$7,516	\$7,589

ADMINISTRATIVE PROVISIONS, FOREST SERVICE

Appropriations to the Forest Service for the current fiscal year shall be available for: (a) purchase of not to exceed one hundred and [nine] sixty-five passenger motor vehicles of which one hundred and [one] fifteen shall be for replacement only, and hire of such vehicles; operation and maintenance of aircraft and the purchase of not to exceed [six] four for replacement only; (b) employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (5 U.S.C. 574), and not to exceed \$25,000 for employment under section 15 of the Act of August 2, 1946 (5 U.S.C. 55a); (c) uniforms, or allowances therefor, as authorized by the Act of September 1, 1954, as amended (5 U.S.C. 2131); (d) purchase, erection, and alteration of buildings and other public improvements (5 U.S.C. 565a); (e) expenses of the National Forest Reservation Commission as authorized by section 14 of the Act of March 1, 1911 (16 U.S.C. 514); and (f) acquisition of land and interests therein for sites for administrative purposes, pursuant to the Act of August 3, 1956 (7 U.S.C. 428a).

Except to provide materials required in or incident to research or experimental work where no suitable domestic product is available, no part of the funds appropriated to the Forest Service shall be expended in the purchase of twine manufactured from commodities or materials produced outside of the United States.

Funds appropriated under this Act shall not be used for acquisition of forest lands under the provisions of the Act approved March 1, 1911, as amended (16 U.S.C. 513-519, 521), where such land is not within the boundaries of an established national forest or purchase unit [nor shall these lands be acquired without approval of the local government concerned]. (Department of the Interior and Related Agencies Appropriation Act, 1966.)

ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS

Note.—Obligations incurred under allocations or allotments from other accounts are included in the schedule of the parent appropriations, as follows:

Funds appropriated to the President: "Office of Economic Opportunity."

Agriculture:

Agricultural Stabilization and Conservation Service: "Expenses."

Soil Conservation Service:

"Flood prevention."

"Watershed planning."

"Watershed protection."

"Great Plains conservation program."

"Resource conservation and development."

Interior:

Bureau of Land Management, "Oregon and California Grant Lands."

Bureau of Outdoor Recreation, "Land and Water Conservation Fund."

Army, Corps of Engineers: "Construction, General, Corps of Engineers, Civil."

EXPENSES, BRUSH DISPOSAL

(Permanent, indefinite, special fund)

Program and Financing (in thousands of dollars)

Identification code 05-96-5206-0-2-402	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Brush disposal (program costs, funded) ¹ ..	8,454	8,200	8,600
Change in selected resources ²	82	300	-----
10 Total obligations	8,536	8,500	8,600
Financing:			
21 Unobligated balance available, start of year	-8,972	-9,987	-9,987
24 Unobligated balance available, end of year	9,987	9,987	9,987
60 New obligatory authority (appropriation)	9,551	8,500	8,600
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures) ..	8,536	8,500	8,600
72 Obligated balance, start of year	844	851	951
74 Obligated balance, end of year	-851	-951	-1,051
90 Expenditures	8,529	8,400	8,500

¹ Includes capital outlay as follows: 1965, \$243 thousand; 1966, \$300 thousand; 1967, \$300 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$287 thousand; 1965, \$369 thousand; 1966, \$669 thousand; 1967, \$669 thousand.

Payments made for this purpose by purchasers of national forest timber are used to dispose of or treat slash and other debris that result from cutting operations (16 U.S.C. 490).

Object Classification (in thousands of dollars)

Identification code 05-96-5206-0-2-402	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions	2,505	2,565	2,593
11.3 Positions other than permanent	2,717	2,782	2,811
11.4 Special personal service payments	3	-----	-----
11.5 Other personnel compensation	504	517	522
Total personnel compensation	5,729	5,864	5,926
12.0 Personnel benefits	331	344	347
21.0 Travel and transportation of persons	73	70	70
22.0 Transportation of things	392	375	400
23.0 Rent, communications, and utilities	176	150	150
24.0 Printing and reproduction	19	20	20
25.1 Other services	1,114	977	987
25.2 Services of other agencies	137	140	140
26.0 Supplies and materials	349	350	350
31.0 Equipment	224	225	225
32.0 Lands and structures	97	95	95
44.0 Refunds	1	-----	-----
Subtotal	8,642	8,610	8,710
95.0 Quarters and subsistence charges	-106	-110	-110
99.0 Total obligations	8,536	8,500	8,600

Personnel Summary

Total number of permanent positions	495	495	495
Full-time equivalent of other positions	606	606	606
Average number of all employees	990	990	990
Average GS grade	7.4	7.4	7.4
Average GS salary	\$7,312	\$7,595	\$7,620
Average salary of ungraded positions	\$5,691	\$5,685	\$5,686

ROADS AND TRAILS FOR STATES, NATIONAL FORESTS FUND

(Permanent, indefinite, special)

Program and Financing (in thousands of dollars)

Identification code 05-96-5203-0-2-402	1965 actual	1966 estimate	1967 estimate
Program by activities:			
10 Advanced to Forest roads and trails (costs—obligations) (object class 25.3) ..	13,141	14,204	14,700
Financing:			
60 New obligatory authority (appropriation) ..	13,141	14,204	14,700
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures) ..	13,141	14,204	14,700
90 Expenditures	13,141	14,204	14,700

OTHER FOREST SERVICE PERMANENT APPROPRIATIONS

Program and Financing (in thousands of dollars)

Identification code 05-96-9999-0-2-402	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Forest fire prevention	29	39	41
2. Restoration of forest lands and improvements	11	118	100
3. Payment to Minnesota	138	141	141
4. Payments to counties, national grasslands	449	462	462
5. Payments to school funds, Arizona and New Mexico	108	112	115
6. Payments to States, National forests fund	32,837	35,504	36,800
Total program costs, funded	33,573	36,376	37,659
Change in selected resources ¹	1	-1	-----
10 Total obligations	33,574	36,375	37,659
Financing:			
21 Unobligated balance available, start of year ..	-63	-63	-39
24 Unobligated balance available, end of year ..	63	39	30
60 New obligatory authority (appropriation)	33,574	36,351	37,650
New obligatory authority is distributed as follows:			
Forest fire prevention	31	32	32
Restoration of forest lands and improvements	11	100	100
Payment to Minnesota	138	141	141
Payments to counties, national grasslands	449	462	462
Payments to school funds, Arizona and New Mexico	108	112	115
Payments to States, National forests fund	32,837	35,504	36,800
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures) ..	33,574	36,375	37,659
72 Obligated balance, start of year	6	3	-----
74 Obligated balance, end of year	-3	-----	-----
90 Expenditures	33,578	36,378	37,659

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$0; 1965, \$1 thousand; 1966, \$0.

FOREST SERVICE—Continued

General and special funds—Continued

OTHER FOREST SERVICE PERMANENT APPROPRIATIONS—Continued

Program and Financing (in thousands of dollars)—Continued

Identification code 05-96-9999-0-2-402	1965 actual	1966 estimate	1967 estimate
Expenditures are distributed as follows:			
Forest fire prevention.....	34	41	41
Restoration of forest lands and improve- ments.....	12	118	100
Payment to Minnesota.....	138	141	141
Payments to counties, national grasslands.....	449	462	462
Payments to school funds, Arizona and New Mexico.....	108	112	115
Payments to States, National forests fund.....	32,837	35,504	36,800

1. *Forest fire prevention.*—Fees for the use of the character "Smokey Bear" by private enterprises are collected under regulations promulgated by the Secretary and are available for furthering the nationwide forest fire prevention campaign (18 U.S.C. 711).

2. *Restoration of forest lands and improvements.*—Funds received from settlement of claims involving damage to lands or improvements and from forfeiture of deposits and bonds by permittees and timber purchasers are used for the restoration made necessary by the action which led to the settlement or forfeiture (16 U.S.C. 579c).

3. *Payment to Minnesota.*—At the close of each fiscal year the State of Minnesota is paid 0.75% of the appraised value of certain Superior National Forest lands in the Counties of Cook, Lake, and St. Louis for distribution to these counties (16 U.S.C. 577g).

4. *Payments to counties, national grasslands.*—Of the revenues received from the use of national grasslands, 25% is paid to the counties in which such land is situated for school and road purposes (7 U.S.C. 1012).

5. *Payments to school funds, Arizona and New Mexico.*—The States of Arizona and New Mexico are paid a share of the national forest receipts for school purposes (36 Stat. 562, 573).

6. *Payments to States, National forests fund.*—With minor exceptions, 25% of the money received from the national forests is paid to the States for public schools and roads of the county in which such forests are situated (16 U.S.C. 500).

Object Classification (in thousands of dollars)

Identification code 05-96-9999-0-2-402.	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	14	24	25
11.3 Positions other than permanent.....	2	24	25
Total personnel compensation.....	16	48	50
12.0 Personnel benefits.....	1	3	3
21.0 Travel and transportation of persons.....	1	3	3
22.0 Transportation of things.....	1	3	3
23.0 Rent, communications, and utilities.....	5	8	8
24.0 Printing and reproduction.....	1	1	6
25.1 Other services.....	8	54	39
26.0 Supplies and materials.....	9	32	26
31.0 Equipment.....	1	3	3
41.0 Grants, subsidies, and contributions.....	33,532	36,220	37,518
44.0 Refunds.....	1		
99.0 Total obligations.....	33,574	36,375	37,659

Personnel Summary

	1965 actual	1966 estimate	1967 estimate
Total number of permanent positions.....	3	4	4
Full-time equivalent of other positions.....	0	6	6
Average number of all employees.....	3	10	10
Average GS grade.....	7.4	7.4	7.4
Average GS salary.....	\$7,312	\$7,595	\$7,620
Average salary of ungraded positions.....	\$5,691	\$5,685	\$5,686

Intragovernmental funds:

WORKING CAPITAL FUND

Program and Financing (in thousands of dollars)

Identification code 05-96-4605-0-4-402	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Operating costs, funded:			
1. Equipment service.....	11,276	11,563	12,400
2. Aircraft service.....	500	482	503
3. Supply service.....	6,171	5,734	6,138
4. Nurseries.....	1,567	1,922	2,052
Total operating costs, funded.....	19,514	19,701	21,093
Capital outlay, funded:			
1. Equipment service.....	4,595	5,046	5,000
2. Aircraft service.....	12		50
3. Supply service.....	18	21	
4. Nurseries.....	5	22	
Total capital outlay, funded.....	4,630	5,089	5,050
Total program costs, funded.....	24,144	24,790	26,143
Change in selected resources ¹	662	428	
10 Total obligations.....	24,806	25,218	26,143
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts:			
Revenue:			
Equipment service.....	-14,939	-16,481	-17,500
Aircraft service.....	-577	-520	-510
Supply service.....	-6,107	-5,869	-6,200
Nurseries.....	-2,184	-2,272	-2,300
Income provision for increased cost of equipment replacements.....	-945	-889	-700
Donated working capital.....	-153	-642	
Increase (—) or decrease in unfilled customer orders.....	-216	96	
14 Non-Federal sources: Proceeds from sale of equipment.....	-926	-769	-800
21.98 Unobligated balance available, start of year.....	-979	-2,220	-4,348
24.98 Unobligated balance available, end of year.....	2,220	4,348	6,215
New obligational authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	24,806	25,218	26,143
70 Receipts and other offsets (items 11-17).....	-26,047	-27,346	-28,010
71 Obligations affecting expenditures.....	-1,241	-2,128	-1,867
72.98 Obligated balance, start of year.....	2,349	2,817	2,699
74.98 Obligated balance, end of year.....	-2,817	-2,699	-2,699
90 Expenditures.....	-1,709	-2,010	-1,867

¹ Balances of selected resources are identified on the statement of financial condition.

This fund finances on a reimbursable basis various services such as repairing and replacing equipment, including aircraft, stocking and issuing supplies, operation of subsistence camps, operation of sign shops, photographic and reproduction facilities, and tree nurseries in support of programs of the Forest Service (16 U.S.C. 579b, as amended). These service operations serve programs of fire protection, timber utilization, construction and maintenance of roads and other improvements, reforestation, grazing, watershed, forest and forest products research, and kindred conservation activities of the Forest Service, including cooperative assistance with other Federal agencies, States, counties, and individuals engaged in the same objectives.

Operating results and financial condition.—Government investment in the fund as of June 30, 1965, including donated assets and retained earnings for fiscal year 1965, is \$34,730 thousand. By the end of 1967, the investment is anticipated to be \$41,247 thousand, an increase of \$6,517 thousand which represents estimated earnings and donations during 1966 and 1967.

Retained earnings as of June 30, 1967, will total an estimated \$9,900 thousand of which \$7,146 thousand will have been invested in additional equipment and increased cost of equipment replaced; \$1,458 thousand will be reserved for increased cost of equipment to be replaced and \$1,296 thousand will provide adequate working capital for operation of the fund.

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
Equipment service:			
Revenue.....	14,939	16,481	17,500
Expense.....	15,486	15,850	16,700
Net operating income or loss, Equipment service.....	-547	631	800
Aircraft service:			
Revenue.....	577	520	510
Expense.....	505	489	510
Net operating income, Aircraft service.....	72	31	-----
Supply service:			
Revenue.....	6,107	5,869	6,200
Expense.....	6,280	5,792	6,200
Net operating income or loss, Supply service.....	-173	77	-----
Nurseries:			
Revenue.....	2,184	2,272	2,300
Expense.....	2,128	2,062	2,200
Net operating income, Nurseries.....	56	210	100
Nonoperating income or loss:			
Proceeds from sale of equipment.....	926	769	800
Net book value of assets sold.....	-833	-763	-795
Net gain from sale of equipment.....	93	6	5
Income provision for increased cost of equipment replacements.....	945	889	700
Net nonoperating income.....	1,038	895	705
Net income for the year.....	446	1,844	1,605
Analysis of retained earnings:			
Retained earnings, start of year.....	5,971	6,451	8,295
Net losses to donated capital of operating activities closed out during fiscal year 1965.....	34	-----	-----
Retained earnings, end of year.....	6,451	8,295	9,900

Financial Condition (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Assets:				
Treasury balance.....	3,328	5,037	7,047	8,914
Accounts receivable, net.....	2,335	2,791	2,791	2,791
Selected assets: ¹				
Advances.....	3	2	2	2
Deferred charges, etc.....	13	14	14	14
Inventories.....	4,251	4,556	5,198	5,198
Fixed assets, net.....	24,967	26,869	27,629	28,867
Total assets.....	34,897	39,269	42,681	45,786
Liabilities:				
Current.....	3,756	4,539	4,539	4,539
Government equity:				
Non-interest bearing capital:				
Start of year.....	22,882	25,170	28,279	29,847
Donated assets during the year:				
Fixed assets.....	2,021	2,438	926	1,500
Working capital, net.....	267	671	642	-----
End of year.....	25,170	28,279	29,847	31,347
Retained earnings.....	5,971	6,451	8,295	9,900
Total Government equity.....	31,141	34,730	38,142	41,247

Analysis of Government Equity (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
Unpaid undelivered orders ¹	1,280	1,637	1,423
Unobligated balance.....	979	2,220	4,348
Unfilled customers orders.....	-352	-568	-472
Invested capital and earnings.....	29,234	31,441	32,843
Total Government equity.....	31,141	34,730	38,142

¹ The changes in these items are reflected on the program and financing schedule.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-4605-0-4-402			
Personnel compensation:			
11.1 Permanent positions.....	5,416	5,374	5,620
11.3 Positions other than permanent.....	1,779	1,902	1,960
11.4 Special personal service payments.....	16	-----	-----
11.5 Other personnel compensation.....	147	147	153
Total personnel compensation.....	7,358	7,423	7,733
12.0 Personnel benefits.....	525	540	562
21.0 Travel and transportation of persons.....	188	198	205
22.0 Transportation of things.....	131	200	208
23.0 Rent, communications, and utilities.....	526	473	490
24.0 Printing and reproduction.....	66	70	70
25.1 Other services.....	1,733	2,169	2,260
26.0 Supplies and materials.....	9,788	9,270	9,565
31.0 Equipment.....	4,490	4,875	5,050
99.0 Total obligations.....	24,806	25,218	26,143

Personnel Summary

	1965 actual	1966 estimate	1967 estimate
Total number of permanent positions.....	925	864	872
Full-time equivalent of other positions.....	381	394	407
Average number of all employees.....	1,240	1,227	1,275
Average GS grade.....	7.4	7.4	7.4
Average GS salary.....	\$7,312	\$7,595	\$7,620
Average salary of ungraded positions.....	\$5,691	\$5,685	\$5,686

FOREST SERVICE—Continued**Intragovernmental funds—Continued****ADVANCES AND REIMBURSEMENTS****Program and Financing (in thousands of dollars)**

Identification code 05-96-3911-0-4-402	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Repair of equipment and sale of supplies, materials, equipment, and services to other activities of the Forest Service; the Departments of Agriculture, Commerce and Interior; Civil Service Commission; Air Force; and other agencies.....	1,058	1,363	1,365
2. Construction and maintenance of roads, trails, and other improvements.....	596	1,425	1,425
3. Forest fire protection and suppression.....	659	1,296	1,300
4. Surveys, land appraisals, mapping, cruising timber, and preparation of timber management plans, snow scale readings, etc., on national forest and other lands.....	199	200	200
5. Insect and disease control.....	412	400	400
6. Forest research at experimental forests and ranges.....	204	500	500
7. Investigations at Forest Products Laboratory.....	365	650	650
8. Cooperation in forest fire control, forest management and processing, and forest tree planting.....	257	950	950
9. Economic development program (Commerce):			
Technical assistance.....	75	11	-----
Operations.....	37	12	-----
10. Defense preparedness planning (Defense).....	968	1,160	1,220
11. Agency for International Development (funds appropriated to the President).....	208	265	261
Total program costs, funded ¹	5,037	8,232	8,271
Changes in selected resources ²	-75	-----	-----
Portion of foregoing originally charged to allocation from the Agency for International Development.....	-208	-127	-----
10 Total obligations.....	4,754	8,105	8,271
Financing:			
Receipts and reimbursements from:			
11 Administrative budget accounts.....	-3,863	-6,479	-6,721
14 Non-Federal sources ³	-857	-1,550	-1,550
21.98 Unobligated balance available, start of year.....	-112	-76	-----
24.98 Unobligated balance available, end of year.....	76	-----	-----
25 Unobligated balance lapsing.....	2	-----	-----
New obligational authority.....	-----	-----	-----
Relation of obligations to expenditures:			
10 Total obligations.....	4,754	8,105	8,271

Program and Financing (in thousands of dollars)—Continued

Identification code 05-96-3911-0-4-402	1965 actual	1966 estimate	1967 estimate
Relation of obligations to expenditures—Continued			
70 Receipts and other offsets (items 11-17).....	-4,720	-8,029	-8,271
71 Obligations affecting expenditures.....	34	76	-----
72.98 Obligated balance, start of year.....	154	149	46
74.98 Obligated balance, end of year.....	-149	-46	-46
90 Expenditures.....	39	179	-----

¹ Includes capital outlay as follows: 1965, \$579 thousand; 1966, \$1 million; 1967, \$1 million.

² Selected resources as of June 30 are as follows:

	1964	1965 adjust- ments	1965	1966	1967
Unpaid undelivered orders.....	343	-127	137	137	137
Advances.....	6	-----	10	10	10
Total selected resources.....	349	-127	147	147	147

³ Reimbursements from non-Federal sources above are primarily for sale of equipment, supplies, and materials; costs of suppressing forest fires on State and private forest lands adjacent to, or intermingled with, national forests under terms of written cooperative agreements (16 U.S.C. 572, 580, 580a); and sale of personal property (40 U.S.C. 481(c)).

Object Classification (in thousands of dollars)

Identification code 05-96-3911-0-4-402	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	1,668	2,004	1,959
11.3 Positions other than permanent.....	452	539	524
11.4 Special personal service payments.....	42	70	70
11.5 Other personnel compensation.....	86	101	97
Total personnel compensation.....	2,248	2,714	2,650
12.0 Personnel benefits.....	146	175	170
21.0 Travel and transportation of persons.....	194	278	281
22.0 Transportation of things.....	161	254	254
23.0 Rent, communications, and utilities.....	105	175	175
24.0 Printing and reproduction.....	17	30	30
25.1 Other services.....	961	2,692	2,798
25.2 Services of other agencies.....	166	301	300
26.0 Supplies and materials.....	351	587	587
31.0 Equipment.....	214	361	361
32.0 Lands and structures.....	313	525	525
41.0 Grants, subsidies, and contributions.....	90	150	150
Subtotal.....	4,966	8,242	8,281
95.0 Quarters and subsistence charges.....	-4	-10	-10
96.0 Portion of foregoing originally charged to allocation from the Agency for International Development.....	-208	-127	-----
99.0 Total obligations.....	4,754	8,105	8,271

Personnel Summary

Total number of permanent positions.....	214	245	235
Full-time equivalent of other positions.....	99	117	112
Average number of all employees.....	307	360	344
Average GS grade.....	7.4	7.4	7.4
Average GS salary.....	\$7,312	\$7,595	\$7,620
Average salary of ungraded positions.....	\$5,691	\$5,685	\$5,686

GENERAL PROVISIONS

SEC. 501. Within the unit limit of cost fixed by law, appropriations and authorizations made for the Department under this Act shall be available for the purchase, in addition to those specifically provided for, of not to exceed four hundred and ~~【sixty-four (464)】~~ *ninety-eight* (448) ~~】~~ *twenty-one* shall be for replacement only, and for the hire of such vehicles.

SEC. 502. Provisions of law prohibiting or restricting the employment of aliens shall not apply to employment under the appropriation for the Foreign Agricultural Service.

SEC. 503. Funds available to the Department of Agriculture shall be available for uniforms or allowances therefor as authorized by the Act of September 1, 1954, as amended (5 U.S.C. 2131).

SEC. 504. No part of the funds appropriated by this Act shall be used for the payment of any officer or employee of the Department

who, as such officer or employee, or on behalf of the Department or any division, commission, or bureau thereof, issues, or causes to be issued, any prediction, oral or written, or forecast, except as to damage threatened or caused by insects and pests, with respect to future prices of cotton or the trend of same.

SEC. 505. Except to provide materials required in or incident to research or experimental work where no suitable domestic product is available, no part of the funds appropriated by this Act shall be expended in the purchase of twine manufactured from commodities or materials produced outside of the United States.

SEC. 506. Not less than \$1,500,000 of the appropriations of the Department for research and service work authorized by the Acts of August 14, 1946, July 28, 1954, and September 6, 1958 (7 U.S.C. 427, 1621-1629; 42 U.S.C. 1891-1893), shall be available for contracting in accordance with said Acts. (*Department of Agriculture and Related Agencies Appropriation Act, 1966.*)

FUNDS APPROPRIATED TO THE PRESIDENT—Continued

PEACE CORPS—Continued

INFORMATIONAL FOREIGN CURRENCY SCHEDULE—Continued

Object Classification (in thousands of dollar equivalents)—Continued

	1965 actual	1966 estimate	1967 estimate
23.0 Rent, communications, and utilities.....	58	65	65
25.1 Other services.....	19	25	25
26.0 Supplies and materials.....	24	30	30
31.0 Equipment.....	14	20	20
99.0 Total obligations.....	423	582	485

Personnel Summary

Total number of permanent positions.....	14	17	19
Full time equivalent of other positions.....	2	3	3
Average number of all employees.....	9	11	15
Average salary of ungraded positions.....	\$1,330	\$1,365	\$1,365

DEPOSIT FUNDS

Program and Financing (in thousands of dollars)

Identification code 04-00-6000-0-9-000	1965 actual	1966 estimate	1967 estimate
Relation of authorizations to expenditures:			
72 Obligated balance, start of year.....	29,342	40,409	41,985
74 Obligated balance, end of year.....	-40,409	-41,985	-49,948
90 Expenditures.....	-11,067	-1,576	-7,963

DEPARTMENT OF AGRICULTURE

AGRICULTURAL RESEARCH SERVICE

AGRICULTURAL RESEARCH SERVICE TRUST FUNDS

Program and Financing (in thousands of dollars)

Identification code 05-04-9999-0-7-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Expenses and refunds, inspection, certification and quarantine of animal products.....	31	62	40
2. Expenses, feed, and attendants for animals in quarantine.....	68	78	60
3. Miscellaneous contributed funds.....	1,084	1,619	1,410
4. Construction of facilities.....			397
5. Prior year advances returned.....	5	124	
Total program costs, funded ¹	1,187	1,883	1,907
Change in selected resources ²	-4		
10 Total obligations.....	1,183	1,883	1,907
Financing:			
16 Comparative transfers to other accounts.....	2,020		
21 Unobligated balance available, start of year.....	-165	-421	-95
24 Unobligated balance available, end of year.....	421	95	61
60 New obligational authority (appropriation).....	3,459	1,557	1,873

Program and Financing (in thousands of dollars)—Continued

Identification code 05-04-9999-0-7-355	1965 actual	1966 estimate	1967 estimate
New obligational authority is distributed as follows:			
Expenses and refunds, inspection, certification, and quarantine of animal products.....	2,251	60	40
Expenses, feed, and attendants for animals in quarantine.....	84	60	60
Miscellaneous contributed funds.....	1,124	1,437	1,773
Relation of obligations to expenditures:			
10 Total obligations.....	1,183	1,883	1,907
70 Receipts and other offsets (items 11-17).....	2,020		
71 Obligations affecting expenditures.....	3,204	1,883	1,907
72 Obligated balance, start of year.....	250	81	132
74 Obligated balance, end of year.....	-81	-132	-130
90 Expenditures.....	3,373	1,832	1,909
Expenditures are distributed as follows:			
Expenses and refunds, certification and quarantine of animal products.....	2,211	162	42
Expenses, feed, and attendants for animals in quarantine.....	68	70	70
Miscellaneous contributed funds.....	1,093	1,600	1,797

¹ Includes capital outlay as follows: 1965, \$15 thousand; 1966, \$54 thousand; 1967, \$6 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$38 thousand; 1965, \$34 thousand; 1966, \$34 thousand; 1967, \$34 thousand.

The following services are financed by fees and miscellaneous contributions advanced by importers, manufacturers, States, organizations, individuals, and others.

1. *Expenses and refunds, inspection, certification, and quarantine of animal products* and by-products not intended for human food, and for other purposes, moving in interstate and foreign commerce primarily to prevent introduction and spread of animal diseases (7 U.S.C. 1622 h and n) (21 U.S.C. 111). Fees are paid in advance for services to be rendered.

2. *Expenses, feed and attendants for animals in quarantine* are paid from fees advanced by importers (21 U.S.C. 102).

3. *Miscellaneous contributed funds* received from States, local organizations, individuals, and others are available for work under cooperative agreements on miscellaneous farm, utilization, and marketing research activities, plant quarantine inspection, and cooperative plant pest control activities (5 U.S.C. 67, 563).

Object Classification (in thousands of dollars)

Identification code 05-04-9999-0-7-355	1965 actual	1966 estimate	1967 estimate
AGRICULTURAL RESEARCH SERVICE			
Personnel compensation:			
11.1 Permanent positions.....	338	321	235
11.3 Positions other than permanent.....	30	42	18
11.5 Other personnel compensation.....	31	20	20
Total personnel compensation.....	399	383	273
12.0 Personnel benefits.....	28	28	21
21.0 Travel and transportation of persons.....	44	56	36
22.0 Transportation of things.....	2	9	2
23.0 Rent, communications, and utilities.....	6	12	8
24.0 Printing and reproduction.....	2	2	2
25.1 Other services.....	49	62	49
25.2 Services of other agencies.....	73	120	90

Object Classification (in thousands of dollars)—Continued

Identification code 05-04-9999-0-7-355	1965 actual	1966 estimate	1967 estimate
AGRICULTURAL RESEARCH SERVICE— Continued			
26.0 Supplies and materials.....	544	1,049	1,023
31.0 Equipment.....	30	38	6
32.0 Lands and structures.....	1		
44.0 Refunds.....	5	124	
Total obligations, Agricultural Re- search Service.....	1,183	1,883	1,510
ALLOCATION TO GENERAL SERVICES ADMINISTRATION			
32.0 Lands and structures (total obligations).....			397
99.0 Total obligations.....	1,183	1,883	1,907

Personnel Summary

Total number of permanent positions.....	44	44	31
Full-time equivalent of other positions.....	7	9	4
Average number of all employees.....	51	51	35
Average GS grade.....	8.3	8.3	8.3
Average GS salary.....	\$8,303	\$8,560	\$8,646
Average salary of ungraded positions.....	\$5,094	\$5,112	\$5,107

EXTENSION SERVICE

MISCELLANEOUS CONTRIBUTED FUNDS

Program and Financing (in thousands of dollars)

Identification code 05-12-8200-0-7-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
10 Miscellaneous contributed funds (costs— obligations) (object class 21.0).....	2	2	2
Financing:			
60 New obligational authority (appropriation).....	2	2	2
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	2	2	2
72 Obligated balance, start of year.....	1		
90 Expenditures.....	3	2	2

Miscellaneous funds received from States, local organizations, individuals, and others are available for work under cooperative agreements (5 U.S.C. 67, 563).

These funds represent reimbursements for the travel expenses of Federal Extension Service employees conducting program training sessions.

FARMER COOPERATIVE SERVICE

MISCELLANEOUS CONTRIBUTED FUNDS

Program and Financing (in thousands of dollars)

Identification code 05-16-8200-0-7-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Miscellaneous contributed fund (program costs, funded).....	9	3	

Program and Financing (in thousands of dollars)—Continued

Identification code 05-16-8200-0-7-355	1965 actual	1966 estimate	1967 estimate
Program by activities—Continued			
Change in selected resources ¹	-7		
10 Total obligations (object class 21.0).....	2	3	
Financing:			
21 Unobligated balance available, start of year.....		-1	
24 Unobligated balance available, end of year.....	1		
60 New obligational authority (appropriation).....	3	2	
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	2	3	
72 Obligated balance, start of year.....	7		
90 Expenditures.....	9	3	

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$7 thousand; 1965, \$0; 1966, \$0; 1967, \$0.

Miscellaneous funds received from States, local organizations, and others are available for work under cooperative agreements (5 U.S.C. 67, 563).

SOIL CONSERVATION SERVICE

MISCELLANEOUS CONTRIBUTED FUNDS

Program and Financing (in thousands of dollars)

Identification code 05-20-8200-0-7-354	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Miscellaneous contributed funds (program costs, funded).....	781	824	940
Change in selected resources ¹	-57	49	10
10 Total obligations.....	724	873	950
Financing:			
21 Unobligated balance available, start of year.....	-101	-129	-140
24 Unobligated balance available, end of year.....	129	140	140
60 New obligational authority (appropriation).....	752	884	950
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	724	873	950
72 Obligated balance, start of year.....	111	37	60
74 Obligated balance, end of year.....	-37	-60	-70
90 Expenditures.....	798	850	940

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$58 thousand; 1965, \$1 thousand; 1966, \$50 thousand; 1967, \$60 thousand.

Miscellaneous contributed funds received from States, local organizations, individuals, and others are available for work under cooperative agreements (5 U.S.C. 67, 563).

Object Classification (in thousands of dollars)

Identification code 05-20-8200-0-7-354	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	503	541	588
11.3 Positions other than permanent.....	47	89	97
11.5 Other personnel compensation.....	2	2	2
Total personnel compensation.....	552	632	687

DEPARTMENT OF AGRICULTURE—Continued**SOIL CONSERVATION SERVICE—Continued****MISCELLANEOUS CONTRIBUTED FUNDS—Continued****Object Classification (in thousands of dollars)—Continued**

Identification code 05-20-8200-0-7-354	1965 actual	1966 estimate	1967 estimate
12.0 Personnel benefits.....	41	46	50
21.0 Travel and transportation of persons.....	40	35	45
22.0 Transportation of things.....	5	6	6
23.0 Rent, communications, and utilities.....	5	7	7
24.0 Printing and reproduction.....	13	25	26
25.1 Other services.....	5	19	20
25.2 Services of other agencies.....	2	2	2
25.3 Watershed construction contracts.....	38	83	90
26.0 Supplies and materials.....	6	16	15
31.0 Equipment.....	1	2	2
44.0 Refunds.....	16		
99.0 Total obligations.....	724	873	950

Personnel Summary

Total number of permanent positions.....	67	83	89
Full-time equivalent of other positions.....	12	21	22
Average number of all employees.....	76	95	102
Average GS grade.....	7.7	7.7	7.8
Average GS salary.....	\$7,631	\$7,958	\$8,040

ECONOMIC RESEARCH SERVICE**MISCELLANEOUS CONTRIBUTED FUNDS****Program and Financing (in thousands of dollars)**

Identification code 05-24-8200-0-7-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Miscellaneous contributed funds (program costs, funded).....	98	265	48
Change in selected resources ¹	-3		
10 Total obligations.....	95	265	48
Financing:			
21 Unobligated balance available, start of year.....	-2	-3	
24 Unobligated balance available, end of year.....	3		
60 New obligational authority (appropriation).....	96	262	48
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	95	265	48
72 Obligated balance, start of year.....	3		
90 Expenditures.....	99	265	48

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$3 thousand; 1965, \$0; 1966, \$0; 1967, \$0.

Miscellaneous funds received from States, local organizations, and others are available for economic research and analysis under cooperative agreements (5 U.S.C. 67, 563).

Object Classification (in thousands of dollars)

Identification code 05-24-8200-0-7-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	48	45	43
11.3 Positions other than permanent.....	3		
Total personnel compensation.....	51	45	43
12.0 Personnel benefits.....	4	3	3
21.0 Travel and transportation of persons.....	8	3	2
25.1 Other services.....	5		
25.2 Services of other agencies.....	27	211	
44.0 Refunds.....		3	
99.0 Total obligations.....	95	265	48

Personnel Summary

Total number of permanent positions.....	5	4	4
Average number of all employees.....	5	4	4
Average GS grade.....	9.0	9.0	9.0
Average GS salary.....	\$8,978	\$9,420	\$9,640

STATISTICAL REPORTING SERVICE**MISCELLANEOUS CONTRIBUTED FUNDS****Program and Financing (in thousands of dollars)**

Identification code 05-28-8200-0-7-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
10 Miscellaneous contributed funds (costs—obligations) (object class 11.1).....	7	4	4
Financing:			
21 Unobligated balance available, start of year.....	-4		
60 New obligational authority (appropriation).....	3	4	4
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	7	4	4
90 Expenditures.....	7	4	4

Miscellaneous funds received from States, local organizations, individuals, and others are available for crop survey work under cooperative agreements (5 U.S.C. 67, 563).

Personnel Summary

	1965 actual	1966 estimate	1967 estimate
Total number of permanent positions.....	1	1	1
Average number of all employees.....	1	1	1
Average GS grade.....	6.8	6.9	6.9
Average GS salary.....	\$7,114	\$7,520	\$7,508

CONSUMER AND MARKETING SERVICE

CONSUMER AND MARKETING SERVICE TRUST FUNDS

Program and Financing (in thousands of dollars)

Identification code 05-32-9999-0-7-355	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Expenses and refunds, inspection and grading of farm products:			
(a) Dairy products.....	2,534	2,545	2,561
(b) Fruits and vegetables.....	7,840	8,562	8,849
(c) Meat grading.....	6,133	6,479	6,782
(d) Meat inspection.....	2,225	1,643	1,871
(e) Poultry products.....	5,027	5,265	5,503
(f) Miscellaneous agricultural commodities.....	3,279	3,329	2,967
2. Miscellaneous contributed funds.....	11		
Total program costs funded ¹	27,050	27,823	28,533
Change in selected resources ²	55		
10 Total obligations.....	27,105	27,823	28,533
Financing:			
16 Comparative transfers from other accounts.....	-2,020		
17 Recovery of prior year obligations.....	-66		
21 Unobligated balance available, start of year.....	-9,180	-9,710	-10,044
24 Unobligated balance available, end of year.....	9,710	10,044	10,523
60 New obligational authority (appropriation).....	25,549	28,157	29,012
New obligational authority is distributed as follows:			
Expenses and refunds, inspection and grading of farm products.....	25,549	28,157	29,012
Miscellaneous contributed funds.....	1		
Relation of obligations to expenditures:			
10 Total obligations.....	27,105	27,823	28,533
70 Receipts and other offsets (items 11-17).....	-2,086		
71 Obligations affecting expenditures.....	25,019	27,823	28,533
72 Obligated balance, start of year.....	1,060	1,346	1,514
74 Obligated balance, end of year.....	-1,346	-1,514	-1,562
90 Expenditures.....	24,733	27,655	28,485
Expenditures are distributed as follows:			
Expenses and refunds, inspection and grading of farm products.....	24,719	27,655	28,485
Miscellaneous contributed funds.....	14		

¹ Includes capital outlay as follows: 1965, \$224 thousand; 1966, \$110 thousand; 1967, \$106 thousand.

² Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$64 thousand (1965 adjustments, -\$62 thousand); 1965, \$57 thousand; 1966, \$57 thousand; 1967, \$57 thousand.

1. *Expenses and refunds, inspection and grading of farm products.*—An inspection and grading service for farm products is provided on request. These services are

supported primarily by fees paid by users. A limited amount of direct appropriation is available which covers a portion of the public benefit service. The schedules reflect expenses paid from fees received (7 U.S.C. 91-99, 1621-1627). The volume of work is shown below (in millions):

Commodity	Unit	1965 actual	1966 estimate	1967 estimate
Cotton testing, micronaire.....	Samples.....	8.2	9.5	-----
Dairy products.....	Pound.....	4,094	4,012	4,022
Fresh fruits and vegetables.....	Carlot.....	1.4	1.4	1.4
Processed fruits and vegetables:				
Canned products.....	Case.....	225	225	250
Frozen, dried, and miscellaneous.....	Pound.....	4,505	4,475	4,475
Meat and meat products, graded.....	do.....	11,943	12,520	13,010
Meat and meat products, inspected.....	do.....	1,454	1,621	1,622
Poultry products, graded:				
Shell eggs.....	Case.....	40	42	44
Processed eggs.....	Pound.....	640	635	629
Poultry.....	do.....	5,168	5,370	5,500
Grain and related products:				
Rice, beans, and peas.....	Hundredweight	77	78	78

2. *Miscellaneous contributed funds.*—Miscellaneous funds received from States, local organizations, individuals, and others, available for work under cooperative agreements (5 U.S.C. 67, 563).

Object Classification (in thousands of dollars)

Identification code 05-32-9999-0-7-355	1965 actual	1966 estimate	1967 estimate
Personnel compensation:			
11.1 Permanent positions.....	19,515	19,403	20,181
11.3 Positions other than permanent.....	796	1,120	920
11.5 Other personnel compensation.....	868	852	852
Total personnel compensation.....	21,179	21,375	21,953
12.0 Personnel benefits.....	1,557	1,574	1,620
21.0 Travel and transportation of persons.....	1,558	1,595	1,595
22.0 Transportation of things.....	88	100	110
23.0 Rent, communications, and utilities.....	429	450	480
24.0 Printing and reproduction.....	101	135	140
25.1 Other services.....	1,496	1,624	1,630
25.2 Services of other agencies.....	278	450	460
26.0 Supplies and materials.....	187	250	260
31.0 Equipment.....	231	270	285
99.0 Total obligations.....	27,105	27,823	28,533

Personnel Summary

Total number of permanent positions.....	3,104	2,767	2,859
Full-time equivalent of other positions.....	158	214	178
Average number of all employees.....	2,818	2,791	2,845
Average GS grade.....	8.1	8.1	8.1
Average GS salary.....	\$7,755	\$8,075	\$8,089
Average salary of ungraded positions.....	\$5,425	\$5,466	\$5,470

DEPARTMENT OF AGRICULTURE—Continued

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE

MISCELLANEOUS CONTRIBUTED FUNDS

Program and Financing (in thousands of dollars)

Identification code 05-44-8200-0-7-351	1965 actual	1966 estimate	1967 estimate
Relation of obligations to expenditures:			
72 Obligated balance, start of year.....	45	2	
74 Obligated balance, end of year.....	-2		
90 Expenditures.....	43	2	

Miscellaneous funds received from States, local organizations, and others are available for work under cooperative agreements (5 U.S.C. 67, 563).

FARMERS HOME ADMINISTRATION

STATE RURAL REHABILITATION FUNDS

Program and Financing (in thousands of dollars)

Identification code 05-60-8488-0-8-352	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Operating costs, funded:			
Administrative expense.....	151	160	160
Provisions for losses on current receivables.....	80	45	43
Total operating costs, funded.....	231	205	203
Capital outlay, funded:			
Loans acquired.....	1,354	1,500	1,500
Judgments and collateral acquired.....	7	5	5
Current assets returned to States, net.....	96	82	82
Total capital outlay, funded.....	1,457	1,587	1,587
Total program costs, funded.....	1,688	1,792	1,790
Changes in selected resources ¹	-94		
10 Total obligations.....	1,594	1,792	1,790
Financing:			
14 Receipts and reimbursements from non-Federal sources:			
Repayments on loans.....	-1,711	-1,450	-1,450
Proceeds from sale of acquired property.....		-2	-2
Payments on judgments.....	-7	-6	-5
Interest revenue.....	-1,007	-930	-915
21.98 Unobligated balance available, start of year:			
Cash.....	-1,890	-2,852	-3,448
U.S. securities (par).....	-1,477	-1,646	-1,646
24.98 Unobligated balance available, end of year:			
Cash.....	2,852	3,448	4,030
U.S. securities (par).....	1,646	1,646	1,646
New obligational authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	1,594	1,792	1,790
70 Receipts and other offsets (items 11-17).....	-2,725	-2,388	-2,372
71 Obligations affecting expenditures.....	-1,131	-596	-582

Program and Financing (in thousands of dollars)—Continued

Identification code 05-60-8488-0-8-352	1965 actual	1966 estimate	1967 estimate
Relation of obligations to expenditures—Continued			
72.98 Receivables in excess of obligations, start of year.....	-433	-481	-476
74.98 Receivables in excess of obligations, end of year.....	481	476	473
90 Expenditures.....	-1,083	-601	-585
Cash transactions:			
93 Gross expenditures.....	1,651	1,792	1,790
94 Applicable receipts.....	-2,734	-2,393	-2,375

¹ Balance of selected resources are identified on the statement of financial condition.

These funds are administered by the Farmers Home Administration, under agreements with 38 individual States, for use in carrying out subtitles A and B of the Consolidated Farmers Home Administration Act of 1961. In these States, real estate-type loans are made from these funds and insured under the regular Farmers Home Administration insured loan program at 5%. In some States, operating-type loans are made at 5% interest. The entire assets of the 38 State corporations are being administered by the Farmers Home Administration, with the exception of \$15.1 million representing the partial return of cash and other assets, at face value, to 19 of these States for rural rehabilitation purposes agreed upon between each corporation and the Federal Government. The entire assets of five other State rural rehabilitation corporations have been returned to those States.

Actual and estimated loan operations for the fiscal years 1964, 1965, 1966, and 1967 are as follows (in thousands of dollars):

	Operating loans	Real estate loans
1964.....	0	6,071
1965.....	441	661
1966 (estimated).....	500	1,000
1967 (estimated).....	500	1,000

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
Operating program:			
Revenue.....	1,007	930	915
Expense.....	253	219	179
Net income for the year.....	754	711	736
Analysis of retained earnings or deficit:			
Retained earnings or deficit, start of year.....	-229	595	1,306
Surplus closed to trust for North Carolina and Tennessee.....	70		
Retained earnings or deficit, end of year.....	595	1,306	2,042

Financial Condition (in thousands of dollars)

	1964 actual	1965 actual	1966 estimate	1967 estimate
Assets:				
Treasury balance.....	1,457	2,371	2,972	3,557
U.S. securities (par).....	1,477	1,646	1,646	1,646

Financial Condition (in thousands of dollars)—Continued

	1964 actual	1965 actual	1966 estimate	1967 estimate
Assets—Continued				
Accounts receivable, net.....	606	597	592	589
Loans receivable, net.....	20,622	20,238	20,267	20,336
Real estate acquired through foreclosure.....	33	40	44	47
Judgments, net.....	27	25	25	25
Total assets.....	24,222	24,917	25,546	26,200
Liabilities:				
Current.....	27	64	64	64
Equity of States:				
Non-interest-bearing capital:				
Start of year.....	26,813	24,424	24,258	24,176
Assets transferred under trust agree- ment during year, net:				
Current assets.....	-990	-96	-82	-82
Other.....	-1,463			
Adjustment for surplus reestablished— Tennessee Rural Rehabilitation Cor- poration.....	63			
Adjustment for surplus closed for North Carolina and Tennessee.....		-70		
End of year.....	24,424	24,258	24,176	24,094
Deficit or surplus.....	-229	595	1,306	2,042
Total equity of States.....	24,195	24,853	25,482	26,136

Analysis of Equity of States (in thousands of dollars)

Undisbursed loan obligations ¹	146	52	52	52
Unobligated balance.....	3,367	4,498	5,094	5,676
Invested capital and earnings.....	20,682	20,303	20,336	20,408
Total equity of States.....	24,195	24,853	25,482	26,136

¹ The changes in these items are reflected on the program and financing schedule.

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-60-8488-0-8-352			
11.1 Personnel compensation: Permanent positions.....	36		
12.0 Personnel benefits.....	3		
21.0 Travel and transportation of persons.....	2		
25.1 Other services.....	110	160	160
33.0 Investments and loans.....	1,267	1,505	1,505
44.0 Refunds.....	96	82	82
92.0 Undistributed charges (provision for losses on current receivables, etc.).....	80	45	43
99.0 Total obligations.....	1,594	1,792	1,790

Personnel Summary

	1965 actual	1966 estimate	1967 estimate
Total number of permanent positions.....	11	0	0
Average number of all employees.....	6	0	0
Average GS grade.....	6.8		
Average GS salary.....	\$7,057		

OFFICE OF INFORMATION

MISCELLANEOUS CONTRIBUTED FUNDS

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-76-8200-0-7-355			
Program by activities:			
10 Miscellaneous contributed funds (costs— obligations) (object class 25.2).....	9	1	
Financing:			
21 Unobligated balance available, start of year.....		-1	
24 Unobligated balance available, end of year.....	1		
60 New obligational authority (appro- priation).....	10		
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures).....	9	1	
72 Obligated balance, start of year.....	1	9	
74 Obligated balance, end of year.....	-9		
90 Expenditures.....	1	10	

Miscellaneous funds received from States, local organizations, individuals, and others are available for work under cooperative agreements (5 U.S.C. 67, 563).

FOREST SERVICE

COOPERATIVE WORK

Program and Financing (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-8028-0-7-402			
Program by activities:			
1. Construction and maintenance of roads and trails.....	1,314	1,950	1,950
2. Construction and maintenance of other improvements.....	599	600	600
3. Protection of national forest and adjacent private land.....	3,405	3,500	3,500
4. Sale area betterment and scaling.....	17,676	21,000	22,000
5. Research investigations.....	842	850	850
6. Administration.....	12	15	15
7. Reforestation.....	40	40	40
Total program costs, funded ¹.....	23,889	27,955	28,955
Change in selected resources ².....	29		
10 Total obligations.....	23,917	27,955	28,955

¹ Includes capital outlay as follows: 1965, \$12,650 thousand; 1966, \$16 million; 1967, \$17 million.² Selected resources as of June 30 are as follows:

	1964	1965	1966	1967
Unpaid undelivered orders.....	1,037	1,064	1,064	1,064
Advances.....	4	6	6	6
Total selected resources.....	1,041	1,070	1,070	1,070

DEPARTMENT OF AGRICULTURE—Continued**FOREST SERVICE—Continued****COOPERATIVE WORK—Continued****Program and Financing (in thousands of dollars)—Continued**

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-8028-0-7-402			
Financing:			
21 Unobligated balance available, start of year	-32,173	-36,329	-37,329
24 Unobligated balance available, end of year	36,329	37,329	38,329
60 New obligational authority (appropriation)	28,073	28,955	29,955
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)	23,917	27,955	28,955
72 Obligated balance, start of year	2,845	2,720	3,025
74 Obligated balance, end of year	-2,720	-3,025	-3,130
90 Expenditures	24,043	27,650	28,850

Cooperative work.—Advances, including deposits from purchasers of timber, are received and used for cooperative work in forest investigations, protection, and improvement of the national forests; and protection, reforestation, and administration of private lands adjacent to national forests (16 U.S.C. 490, 498, 572, 572a, 576b, 581; 31 U.S.C. 725s; 78 Stat. 1089).

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
05-96-8028-0-7-402			
Personnel compensation:			
11.1 Permanent positions	8,371	8,277	8,239
11.3 Positions other than permanent	5,739	6,063	5,982
11.4 Special personal service payments	5	19	20
11.5 Other personnel compensation	322	378	376
Total personnel compensation	14,437	14,737	14,617
12.0 Personnel benefits	961	1,042	1,023
21.0 Travel and transportation of persons	288	350	360
22.0 Transportation of things	877	1,000	1,000
23.0 Rent, communications, and utilities	448	500	500
24.0 Printing and reproduction	41	50	50
25.1 Other services	2,447	5,536	6,430
25.2 Services of other agencies	937	950	970
26.0 Supplies and materials	1,824	2,060	2,100
31.0 Equipment	311	350	375
32.0 Lands and structures	1,247	1,350	1,450
42.0 Insurance claims and indemnities	1		
44.0 Refunds	318	250	300
Subtotal	24,137	28,175	29,175
95.0 Quarters and subsistence charges	-220	-220	-220
99.0 Total obligations	23,917	27,955	28,955

Personnel Summary

Total number of permanent positions	1,373	1,445	1,457
Full-time equivalent of other positions	1,346	1,346	1,348
Average number of all employees	2,694	2,694	2,708
Average GS grade	7.4	7.4	7.4
Average GS salary	\$7,312	\$7,595	\$7,620
Average salary of ungraded positions	\$5,691	\$5,685	\$5,686

DEPOSIT FUNDS**Program and Financing (in thousands of dollars)**

Identification code	1965 actual	1966 estimate	1967 estimate
05-00-6000-0-9-000			
Relation of obligations to expenditures:			
72 Obligated balance, start of year	42,838	49,211	56,124
74 Obligated balance, end of year	-49,211	-56,124	-63,484
90 Expenditures	-6,373	-6,913	-7,360

DEPARTMENT OF COMMERCE**GENERAL ADMINISTRATION****GIFTS AND DONATIONS****Program and Financing (in thousands of dollars)**

Identification code	1965 actual	1966 estimate	1967 estimate
06-05-8127-0-7-506			
Program by activities:			
1. Promotion of International Commerce, oversea operations, total program costs, funded	103		
Change in selected resources ¹	-15		
10 Total obligations	89		
Financing:			
21 Unobligated balance available, start of year	-149		
23 Unobligated balances transferred to:			
"Gifts and bequests, Commerce" (78 Stat. 991)	17		
"Contributions, educational and cultural exchange, Commerce" (78 Stat. 991)	166		
60 New obligational authority (appropriation)	123		
Relation of obligations to expenditures:			
71 Total obligations (affecting expenditures)	89		
72 Obligated balance, start of year	15		
90 Expenditures	104		

¹ Selected resources as of June 30 are as follows: Unpaid undelivered orders, 1964, \$15 thousand; 1965, \$0; 1966, \$0; 1967, \$0.

This trust fund was originally established to account for gifts and donations from commercial exhibitors participating in the Century 21 Exposition (72 Stat. 1703), New York World's Fair (75 Stat. 527) and commercial trade fairs, trade centers, business information centers, and sample display services (75 Stat. 531, 76 Stat. 1090). This fund was discontinued in fiscal year 1965 and the unobligated balances transferred to a new consolidated gifts and bequests trust fund for the Department (78 Stat. 991).

Object Classification (in thousands of dollars)

Identification code	1965 actual	1966 estimate	1967 estimate
06-05-8127-0-7-506			
21.0 Travel and transportation of persons	4		
22.0 Transportation of things	1		
23.0 Rent, communications, and utilities	21		
24.0 Printing and reproduction	13		
25.1 Other services	43		
26.0 Supplies and materials	7		
99.0 Total obligations	89		

DEPARTMENT OF AGRICULTURE

AGRICULTURAL RESEARCH SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION FROM FUNDS AVAILABLE TO AGRICULTURAL RESEARCH SERVICE

	1965 actual		1966 estimate		1967 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges:						
Special positions at rates equal to or in excess of \$25,382:						
Administrator.....	1	\$26,000	1	\$26,000	1	\$26,000
Associate administrator.....	1	24,500	1	25,382	1	25,382
GS-18, \$25,382:						
Deputy administrator, farm research.....	1	24,500	1	25,382	1	25,382
Deputy administrator, nutrition, consumer and industrial use research.....	1	24,500	1	25,382	1	25,382
Deputy administrator, regulatory.....	1	24,500	1	25,382	1	25,382
Director, research program development and evaluation staff.....	1	24,500	1	25,382	1	25,382
GS-17, \$22,217 to \$25,325:						
Assistant administrator, farm research.....	1	21,445	1	22,994	1	23,771
Assistant administrator, nutrition, consumer and industrial use research.....	1	21,445	1	22,994	1	23,771
Assistant administrator, regulatory.....	1	22,945	1	24,548	1	24,548
Associate director, research program development and evaluation staff.....	1	24,445	1	25,325	1	25,325
Director, research division.....	2	44,390	2	47,542	2	48,319
GS-16, \$19,619 to \$25,043:						
Assistant to administrator, farm research.....			1	22,331	1	22,331
Associate director, research division.....			1	20,297	1	20,297
Deputy administrator, administrative management.....	1	22,210	1	23,009	1	23,687
Director, regulatory division.....	2	42,455	2	43,984	2	45,340
Director, research division.....	2	43,765	2	45,340	2	46,018
GS-15, \$17,055 to \$22,365:						
Agricultural engineer.....	1	17,600	4	75,300	4	75,300
Agriculturist.....	3	52,800	2	36,470	2	38,240
Agronomist.....	4	71,540	3	55,885	3	55,885
Assistant administrator.....	1	19,880	1	20,595	1	20,595
Assistant deputy administrator, administrative management.....	1	17,600	1	19,415	1	19,415
Assistant to administrator, nutrition and consumer use research.....	1	19,880	2	40,600	2	40,600
Assistant to administrator, foreign regional research.....	1	18,740	1	19,415	1	20,005
Assistant to administrator, farm research.....			1	20,005	1	20,005
Assistant to administrator, marketing research.....	1	18,740	1	20,005	1	20,005
Assistant to administrator, regulatory.....	1	19,880	1	20,595	1	20,595
Assistant to administrator, utilization research and development.....	3	52,800	2	38,240	2	38,830
Assistant director, regulatory division.....	16	287,870	14	266,500	14	269,450
Assistant director, research division.....	28	505,910	24	460,650	24	469,500
Assistant to director, research development and evaluation staff.....	1	19,880	1	20,595	1	21,185
Associate director, regulatory.....	1	18,170	1	18,825	1	19,415
Associate director, research.....	4	72,680	4	75,300	4	76,480
Biochemist.....	1	17,030	1	17,645	1	17,645
Biologist.....	1	18,170	1	18,825	1	19,415
Botanist.....	1	18,170	1	18,825	1	19,415
Branch chief, research.....	36	644,775	35	660,055	34	648,310
Chemist.....	25	443,420	23	431,205	28	520,610
Chemical engineer.....	1	18,740	1	19,415	1	19,415
Chief hydrologist.....	1	18,170	1	18,825	1	18,825
Chief physicist.....	1	18,170	1	19,415	1	19,415
Chief, research laboratory.....	44	803,470	43	824,225	43	833,665
Chief, water management engineer.....	1	16,460	1	17,645	1	18,235
Cotton technologist.....	1	17,600	1	18,235	1	18,235
Dairy husbandman.....	1	18,740	1	19,415	1	20,005
Director, administrative services division.....	1	18,170	1	18,825	1	19,415
Director, finance division.....	1	19,880	1	20,595	1	21,185
Director, field administrative division.....	4	70,400	3	55,885	3	57,065
Director, foreign regional research.....	2	36,910	2	38,240	2	38,830
Director, National Arboretum.....	1	18,740	1	19,415	1	20,005
Director, operations analysis and systems development.....	1	19,880	1	20,595	1	20,595
Director, program examination and budget development.....	1	19,880	1	18,825	1	18,825
Director, information division.....	1	19,880	1	20,595	1	20,595
Director, personnel division.....	1	18,170	1	18,235	1	18,825
Director, regulatory division.....	2	35,200	3	54,115	3	55,295
Director, research division.....	2	35,200	1	20,005	2	37,060
Entomologist.....	4	69,260	4	71,760	4	72,350
Geneticist.....	2	35,770	2	37,650	2	37,650
Head, biometrics services.....	1	16,460	1	17,645	1	18,235
Horticulturist.....	1	18,170	1	18,825	1	19,415
Hydraulic engineer.....	1	17,030	1	17,645	1	17,645
Microbiologist.....	5	88,000	5	91,175	6	108,820
Parasitologist.....	1	18,170	1	19,415	1	19,415
Pathologist.....	4	70,970	4	74,120	5	75,890
Physical scientist.....	2	34,060	2	36,470	2	36,470
Physicist.....	5	90,280	5	94,125	5	94,125
Grades and ranges—Continued						
GS-15, \$17,055 to \$22,365—Continued						
Physiologist.....	5	\$88,000	5	\$91,175	5	\$92,945
Plant pest control officer.....	5	89,710	5	94,125	5	96,485
Soil scientist.....	5	88,000	5	91,175	5	91,175
Staff scientist.....	1	18,170	1	19,415	1	19,415
Veterinarian.....	9	161,820	9	168,835	9	171,195
GS-14, \$14,680 to \$19,252:						
Administrative officer.....	7	108,500	7	114,952	7	116,476
Administrative officer, field administrative division.....	4	59,620	3	48,104	8	49,120
Agricultural economist.....	4	61,580	3	48,104	3	49,628
Agricultural engineer.....	17	260,980	18	289,132	18	294,212
Agriculturist.....	17	261,960	15	245,092	15	248,648
Agronomist.....	21	325,010	20	323,064	19	311,940
Analytical statistician.....	8	120,710	6	97,224	6	99,256
Animal husbandman.....	1	15,150	1	16,204	1	16,204
Assistant branch chief, research.....	29	442,780	27	436,492	26	426,384
Assistant director, administrative services.....	2	30,790	2	32,408	2	32,916
Assistant director, field administrative division.....			2	29,868	2	30,884
Assistant director, finance.....	1	15,150	1	16,204	1	16,204
Assistant director, foreign regional research.....	2	31,770	1	16,712	1	16,712
Assistant director, information.....	1	15,640	1	16,712	1	16,712
Assistant director, research division.....	7	108,990	6	100,780	6	101,288
Assistant director, regulatory division.....	2	32,750	2	33,932	2	34,948
Associate director, regulatory.....	1	15,640	1	16,204	1	16,712
Assistant director, operations analysis and systems development.....	1	15,150	1	16,204	1	16,204
Assistant director, personnel.....	1	16,130	1	17,220	1	17,220
Assistant director, program examination and budget development.....	1	15,640	1	16,712	1	16,712
Assistant to director, administrative services.....	1	15,640	1	16,204	1	16,712
Assistant to director, research division.....	5	77,220	5	81,020	5	83,052
Biochemist.....	16	246,810	16	256,216	16	257,740
Biologist.....	3	46,430	3	49,120	3	49,628
Botanist.....			1	14,680	1	14,680
Branch chief, administrative services.....	4	61,580	4	64,308	4	65,832
Branch chief, finance.....	2	30,790	1	16,712	1	17,220
Branch chief, information.....	4	63,050	4	66,340	4	67,356
Branch chief, personnel.....	4	63,050	4	66,340	4	67,356
Branch chief, regulatory.....	2	29,810	1	16,712	1	16,712
Branch chief, program examination and budget development.....	3	46,920	3	45,564	3	46,072
Branch chief, research.....	5	78,200	4	65,832	4	66,340
Chemical engineer.....	7	108,010	7	112,412	7	112,920
Chemist.....	68		70		71	
Chief, research laboratory.....	1,035,100		1,116,500		1,146,928	
Cotton technologist.....	13	202,830	11	182,308	11	184,848
Dairy husbandman.....	3	46,920	3	49,120	3	49,628
Dairy manufacturing technologist.....	4	59,620	4	62,784	4	63,800
Entomologist.....	1	16,130	1	16,712	1	16,712
Fiber technologist.....	17	261,960	17	272,928	17	273,944
Finance officer, field administrative division.....	1	16,130	1	16,712	1	16,712
Food technologist.....	4	63,050	4	65,326	5	80,512
Geneticist.....	7	108,500	7	113,936	7	115,968
Head, central project office.....	1	15,640	1	16,712	1	16,712
Head, emergency programs staff.....			1	14,680	1	15,188
Home economist.....	1	16,130	1	16,712	1	17,220
Horticulturist.....	7	108,500	7	113,936	7	115,460
Hydraulic engineer.....	8	122,670	7	114,444	7	116,476
Industrial analyst.....	3	49,370	2	33,424	2	33,932
Management analyst.....	1	16,130	1	17,220	1	17,220
Marketing analyst.....	3	46,920	3	49,628	3	50,136
Marketing specialist.....	2	29,320	2	30,376	2	30,884
Mechanical engineer.....	2	30,790	2	32,408	2	32,408
Meteorologist.....	1	15,150	1	16,204	1	16,204
Microbiologist.....	9	142,230	9	148,376	10	164,072
Nutrition analyst.....	2	31,280	2	32,408	2	33,424
Parasitologist.....	7	108,500	7	113,428	7	114,952
Pathologist.....	15	233,620	15	243,460	14	233,460
Personnel officer, field administrative division.....	4	62,070	3	48,612	3	49,120
Pharmacologist.....	3	48,880	3	51,660	3	52,676
Physical scientist.....			1	16,204	1	16,204
Physicist.....	1	15,640	1	16,204	1	16,204
Physiologist.....	16	247,300	15	242,044	15	245,600
Plant pest control officer.....	14	214,505	12	194,956	12	197,496
Plant quarantine inspector.....	4	63,050	5	80,512	5	82,544
Poultry husbandman.....	2	29,810	2	31,900	2	32,408
Publications and information writer.....	1	15,640	1	16,712	1	16,712
Research coordinator.....	5	79,180	5	83,052	5	84,576
Safety officer.....	1	14,660	1	15,696	1	16,204
Soil scientist.....	14	214,060	15	244,584	15	247,632
Staff chief, finance.....	2	29,810	2	31,900	2	32,408
Superintendent, agricultural research center.....	1	17,600	1	18,236	1	18,744
Veterinarian.....	80		74		74	
Zoologist.....	1	15,640	1	16,204	1	16,712

DEPARTMENT OF AGRICULTURE—Continued

AGRICULTURAL RESEARCH SERVICE—Continued

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION FROM FUNDS AVAILABLE TO AGRICULTURAL RESEARCH SERVICE—Con.

	1965 actual	1966 estimate	1967 estimate
	Num- Total ber salary	Num- Total ber salary	Num- Total ber salary
Grades and ranges—Continued			
GS-13. \$12,510 to \$16,425.....	1,006	1,147	1,172
	\$13,072,710	\$15,458,220	\$15,814,905
GS-12. \$10,619 to \$13,931.....	1,467	1,705	1,679
	16,206,475	19,539,859	19,344,725
GS-11. \$8,961 to \$11,715.....	1,558	1,668	1,666
	14,652,545	16,301,916	16,364,778
GS-10. \$8,184 to \$10,704.....	2	2	2
	17,150	18,048	18,608
GS-9. \$7,479 to \$9,765.....	1,473	1,605	1,541
	11,878,240	13,418,829	12,930,521
GS-8. \$6,869 to \$8,921.....	19	18	18
	148,850	145,074	145,768
GS-7. \$6,269 to \$8,132.....	1,656	1,824	1,783
	11,122,200	12,687,006	12,481,106
GS-6. \$5,702 to \$7,430.....	236	247	245
	1,499,560	1,626,698	1,617,598
GS-5. \$5,181 to \$6,720.....	1,877	2,240	2,104
	10,454,925	12,692,487	12,000,354
GS-4. \$4,641 to \$6,045.....	1,291	1,428	1,422
	6,497,870	7,413,588	7,395,258
GS-3. \$4,149 to \$5,409.....	862	892	898
	3,872,065	4,152,268	4,193,682
GS-2. \$3,814 to \$4,975.....	139	130	133
	548,225	540,325	554,734
GS-1. \$3,507 to \$4,578.....	10	10	10
	38,960	40,782	40,782
Rates established by the act of June 20, 1958 (5 U.S.C. 1161(c)):			
Assistant administrator, nutrition, consumer and industrial use research.....	1 23,695	1 24,548	1 24,548
Assistant to administrator.....	1 24,500	1 25,382	1 25,382
Chief scientist.....	1 24,500	1 25,382	1 25,382
Deputy administrator, marketing research.....	1 24,500	1 25,382	1 25,382
Director, research division.....	10 218,330	10 226,190	10 226,190
Salaries established under the act of April 24, 1948 (21 U.S.C. 113a):			
Chief scientist.....	1 22,195	2 45,325	2 45,325
Director, research division.....	1 21,555	1 22,331	1 22,331
Director, research laboratory.....	2 43,110	2 44,662	2 44,662
Grades established under the foreign nationals pay plan:			
Mexico:			
FS-3. \$4,525 to \$5,625.....	1 5,625	1 5,625	1 5,625
FS-5. \$3,047 to \$3,792.....	2 6,596	2 6,596	2 6,706
FS-6. \$2,308 to \$2,875.....	21 42,935	44 86,387	19 38,337
FS-7. \$1,827 to \$2,280.....	5 9,740	5 9,740	5 9,740
FS-8. \$1,591 to \$1,986.....	4 6,376	3 4,971	3 4,971
FS-9. \$1,347 to \$1,695.....	5 7,197	11 14,888	7 9,952
FS-10. \$1,148 to \$1,437.....	6 7,754	6 7,754	6 7,754
Italy:			
FS-7. \$1,869 to \$2,519.....	1 2,519	1 2,519	1 2,519
France:			
FS-5. \$3,979 to \$4,917.....	1 4,300	1 4,331	1 4,331
FS-6. \$3,595 to \$4,497.....	2 7,198	2 7,198	2 7,198
FS-9. \$2,611 to \$3,354.....	1 2,943	1 3,168	1 3,168
Grades established under the Alaska pay plan:			
AD-14. \$19,465 to \$25,360:			
Soil scientist.....	1 21,310	1 22,085	-----
AD-13. \$16,440 to \$21,795.....	4 72,680	4 73,495	-----
AD-12. \$13,905 to \$18,585.....	10 152,935	10 158,475	-----
AD-11. \$11,690 to \$15,560.....	2 26,770	2 27,680	-----
AD-5. \$6,780 to \$8,805.....	2 13,310	2 13,785	-----
AD-4. \$6,095 to \$7,805.....	4 26,130	4 27,070	-----
AD-3. \$5,450 to \$6,980.....	1 5,285	1 5,485	-----
Grades established by the Director, Agency for International Development pursuant to Public Law 665:			
FC-3. \$16,997 to \$22,902:			
Agricultural marketing specialist.....	-----	2 33,994	2 35,062
Agriculturalist.....	1 19,565	1 20,928	1 21,586
FC-4. \$14,685 to \$19,133:			
Agricultural marketing specialist.....	1 16,920	1 17,531	1 17,531
Agriculturalist.....	1 14,595	-----	-----
Agonomist.....	1 15,435	2 31,583	2 32,532
FC-5. \$12,510 to \$16,425.....	12 149,100	24 308,070	24 314,160
FC-6. \$10,659 to \$13,815.....	4 43,575	1 12,093	1 12,451
FC-7. \$9,069 to \$11,735.....	1 9,775	2 20,522	2 20,522
FC-9. \$7,483 to \$9,774.....	1 7,480	4 30,213	4 30,458
FC-11. \$6,264 to \$8,124.....	1 6,050	1 6,456	1 6,648
FC-13. \$5,190 to \$6,729.....	-----	1 5,190	1 5,190
Ungraded positions at annual rates:			
\$14,680 and above:			
Animal husbandman.....	1 15,300	1 15,300	-----
Veterinarian.....	3 45,091	3 46,647	3 46,647
Less than \$14,680.....	241 485,629	241 488,849	237 458,061
Ungraded positions at hourly rates equivalent to less than \$14,680.....	2,291	2,395	2,370
	12,372,673	12,946,650	12,825,326
Total permanent.....	15,022	16,469	16,149
	116,794,438	131,949,320	130,548,051
Pay above the stated annual rate.....	436,725	507,547	504,520
Lapses.....	-1,420.8	-1,439.6	-1,178.0
	-10,193,141	-10,523,749	-8,730,601
Portion of salaries shown above paid by States.....	-52.8	-43.9	-31.4
	-451,379	-392,653	-231,770

	1965 actual	1966 estimate	1967 estimate
	Num- Total ber salary	Num- Total ber salary	Num- Total ber salary
Portion of salaries shown above paid from other accounts.....	-58.0	-444,117	-----
Net savings due to lower pay scales for part of year.....	-40,138	-----	-----
Net increase or decrease due to wage-board pay adjustment.....	-233,688	-23,340	-----
Positions abolished during the year.....	199.1	22.9	9.0
	1,869,717	199,538	\$48,000
Net permanent (average number, net salary):			
United States and possessions.....	13,375.1	14,645.1	14,620.1
	106,434,416	119,025,000	120,645,700
Foreign countries:			
U.S. rates.....	86.1	104.3	98.6
	919,089	1,118,600	1,108,900
Local rates.....	228.3	259.0	229.9
	384,912	438,500	383,600
Positions other than permanent:			
Temporary employment:			
U.S. and possessions.....	3,775,352	3,537,400	3,198,400
Foreign countries:			
U.S. rates.....	16,382	800	800
Local rates.....	1,777	2,200	2,200
Part-time employment:			
U.S. and possessions.....	574,978	501,800	503,600
Foreign countries: U.S. rates.....	312	-----	-----
Intermittent employment: U.S. and possessions.....	1,228,821	968,300	1,001,600
Other personnel compensation:			
Overtime and holiday pay.....	1,486,017	1,465,100	1,879,700
Nightwork differential.....	74,637	74,300	74,700
Hazardous duty pay.....	4,353	2,300	2,300
Additional pay for service abroad.....	315,410	301,000	297,500
Total personnel compensation.....	115,216,456	127,435,300	129,099,000
Salaries and wages are distributed as follows:			
"Salaries and expenses".....	109,389,172	121,433,500	123,380,100
"Salaries and expenses (special foreign currency program)".....	74,396	80,900	81,200
"Working capital fund, Agricultural Research Center".....	2,297,188	2,390,600	2,446,300
"Advances and reimbursements".....	3,056,847	3,146,900	2,918,800
"Trust Funds".....	398,853	383,400	272,600

COOPERATIVE STATE RESEARCH SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE COOPERATIVE STATE RESEARCH SERVICE

	1965 actual	1966 estimate	1967 estimate
	Num- Total ber salary	Num- Total ber salary	Num- Total ber salary
Grades and ranges:			
Special positions at rates equal to or in excess of \$22,217:			
Administrator.....	1 \$24,500	1 \$25,382	1 \$25,382
GS-17. \$22,217 to \$25,325:			
Associate administrator.....	1 23,695	1 24,548	1 25,325
GS-16. \$19,619 to \$25,043:			
Assistant administrator.....	3 60,080	3 64,281	3 64,959
GS-15. \$17,055 to \$22,365:			
Assistant to administrator.....	1 17,600	1 18,825	1 18,825
Program director.....	5 92,560	5 98,255	5 99,435
Research management specialist.....	-----	1 18,825	1 18,825
GS-14. \$14,680 to \$19,252:			
Administrative officer.....	1 15,640	1 16,204	1 16,712
Agricultural communication specialist.....	-----	-----	-----
Agricultural economist.....	1 16,620	1 14,680	1 14,680
Agricultural engineer.....	4 63,050	4 66,848	4 67,356
Agonomist.....	1 15,640	1 16,712	1 16,712
Animal geneticist.....	1 15,640	1 16,204	1 16,712
Animal husbandman.....	2 31,280	2 33,424	2 33,932
Animal nutritionist.....	1 14,170	1 15,188	1 15,696
Animal physiologist.....	1 18,580	1 19,252	1 19,252
Dairy husbandman.....	1 16,620	-----	-----
Entomologist.....	1 16,620	1 15,188	1 15,696
Food technologist.....	1 15,640	1 16,204	1 16,712
Forester.....	2 29,810	2 31,900	2 32,408
Horticulturist.....	1 15,150	1 16,204	1 16,204
Human nutritionist.....	1 14,170	-----	-----
Microbiologist.....	-----	1 14,680	1 15,188
Plant pathologist.....	1 14,660	1 15,696	1 16,204
Plant physiologist.....	1 16,130	1 17,220	1 17,220
Poultry husbandman.....	1 15,150	1 16,204	1 16,204
Program officer.....	1 16,130	1 16,712	1 17,220
Research coordinator.....	1 16,130	1 16,712	1 17,220
Research management specialist-engineering.....	1 15,150	1 16,204	1 16,204
Rural sociologist.....	1 15,640	1 16,712	1 16,712
Soil scientist.....	2 33,240	2 34,440	2 35,456
Veterinarian.....	2 30,300	2 31,900	2 32,916
GS-13. \$12,510 to \$16,425.....	4 53,340	8 103,560	5 68,205
GS-11. \$8,961 to \$11,715.....	1 9,535	1 9,879	1 10,185
GS-9. \$7,479 to \$9,765.....	3 24,600	3 24,215	3 24,977

DEPARTMENT OF AGRICULTURE—Continued

COOPERATIVE STATE RESEARCH SERVICE—Continued

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID
FROM FUNDS AVAILABLE TO THE COOPERATIVE STATE RESEARCH
SERVICE—Continued

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges—Continued						
GS-7. \$6,269 to \$8,132.....	8	\$55,400	12	\$86,406	12	\$86,613
GS-6. \$5,702 to \$7,430.....	6	38,765	6	38,052	4	27,032
GS-5. \$5,181 to \$6,720.....	26	150,806	28	168,153	27	164,682
GS-4. \$4,641 to \$6,045.....	5	22,700	6	28,002	6	28,470
GS-3. \$4,149 to \$5,409.....	4	16,020	2	8,298	1	4,149
GS-2. \$3,814 to \$4,975.....					1	3,943
Total permanent.....	98	1,060,761	108	1,205,849	102	1,168,303
Pay above the stated annual rate.....		4,080		4,638		4,493
Lapses.....	-7.8	-78,273	-8.4	-92,120	-15.4	-184,429
Positions abolished during the year.....	.9	13,904				
Net savings due to lower pay scales for part of year.....		-1,387		-10,000		
Net permanent (average number, net salary).....	91.1	999,085	99.6	1,108,367	86.6	988,367
Positions other than permanent:						
Temporary employment.....	5.5	43,624	3.0	30,000	3.0	30,000
Part-time employment.....	.2	1,156	.9	6,000	.9	6,000
Intermittent employment.....	.2	1,029	.1	1,000	.1	1,000
Other personnel compensation: Overtime and holiday pay.....		4,782		7,000		7,000
Total personnel compensation.....	97.0	1,049,676	103.6	1,152,367	90.6	1,032,367
Salaries and expenses are distributed as follows:						
Payments and expenses.....		1,040,847		1,145,000		1,025,000
Advances and reimbursements.....		8,829		7,367		7,367

EXTENSION SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID
FROM FUNDS AVAILABLE TO THE EXTENSION SERVICE

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
GS-18. \$25,352.....						
Administrator.....	1	\$24,500	1	\$25,382	1	\$25,382
GS-17. \$22,217 to \$25,325:						
Deputy administrator.....	1	21,445	1	23,771	1	24,548
GS-16. \$19,619 to \$25,043:						
Assistant administrator.....	2	43,765	2	46,018	2	46,696
Field representative.....	1	20,900	1	22,331	1	22,331
GS-15. \$17,055 to \$22,365:						
Division director.....	8	147,070	8	153,550	8	156,500
Program leader.....	4	70,970	4	75,890	4	76,480
GS-14. \$14,680 to \$19,252:						
Assistant division director.....	7	110,460	7	116,476	7	118,000
Field representative.....	1	14,660	1	15,696	1	16,204
Program leader.....	35	541,030	35	571,712	35	581,872
GS-13. \$12,510 to \$16,425:						
GS-12. \$10,619 to \$13,931.....	44	584,220	46	639,840	45	626,460
GS-11. \$8,961 to \$11,715.....	10	112,085	10	116,862	10	118,702
GS-10. \$8,184 to \$10,704.....	7	66,745	7	70,683	7	71,601
GS-9. \$7,479 to \$9,765.....	1	8,440	1	9,024	1	9,024
GS-8. \$6,869 to \$8,921.....	12	94,970	12	100,162	12	100,924
GS-7. \$6,269 to \$8,132.....	3	22,970	4	31,352	4	31,838
GS-6. \$5,702 to \$7,430.....	27	189,750	26	190,111	26	190,939
GS-5. \$5,181 to \$6,720.....	21	133,180	22	145,412	22	145,988
GS-4. \$4,641 to \$6,045.....	42	231,615	41	238,926	41	242,688
GS-3. \$4,149 to \$5,409.....	22	102,910	22	109,590	22	111,874
GS-2. \$3,814 to \$4,975.....	20	83,880	20	88,160	20	90,680
Grades established by Agency for Inter- national Development equivalent to GS grades:						
FC-3. \$16,997 to \$22,902:						
Agricultural marketing specialist.....	1	16,920				
FC-4. \$14,685 to \$19,133:						
Agricultural extension adviser.....	1	14,595	1	15,555		
Ungraded positions at hourly rates equivalent to less than \$14,680.....	2	10,545	2	10,940	2	10,940
Total permanent.....	280	2,694,010	278	2,832,957	276	2,835,314

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Pay above the stated annual rate.....		\$7,940		\$10,270		\$10,871
Lapses.....	-32.1	-274,842	-14.7	-195,719	-14.3	-192,467
Positions abolished during the year.....	3.3	33,617	2.0	27,236	.4	2,885
Net savings due to lower pay scales for part of the year.....		-1,278		-26,276		
Net permanent (average number, net salary):						
United States and possessions.....	248.5	2,424,463	263.4	2,623,583	261.9	2,654,256
Foreign countries: U.S. rates.....	2.7	34,984	1.9	24,885	.2	2,347
Positions other than permanent:						
Temporary employment.....		23,029		20,774		1,067
Part-time employment.....		14,790		15,626		16,200
Intermittent employment.....		126				
Special personal service payments: Pay- ments to other agencies for reimbursable details.....		9,038		9,600		9,590
Other personnel compensation: Overtime and holiday pay.....		6,111				
Total personnel compensation.....		2,512,541		2,694,468		2,683,460
Salaries and wages in the foregoing sched- ule are distributed as follows:						
Payments and expenses.....		2,109,696		2,312,020		2,358,249
Advances and reimbursements.....		402,845		382,448		325,211

FARMER COOPERATIVE SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID
FROM FUNDS AVAILABLE TO FARMER COOPERATIVE SERVICE

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
GS-16. \$19,619 to \$25,043:						
Administrator.....	1	\$21,555	1	\$22,331	1	\$23,009
GS-15. \$17,055 to \$22,365:						
Deputy administrator.....	1	18,170	1	18,825	1	19,415
Division director.....	3	53,940	3	56,475	3	57,655
GS-14. \$14,680 to \$19,252:						
Assistant director.....			1	14,680	1	15,188
Branch chief.....	6	91,390	6	96,716	6	97,224
GS-13. \$12,510 to \$16,425:						
GS-12. \$10,619 to \$13,931.....	15	200,865	17	230,505	17	230,070
GS-11. \$8,961 to \$11,715.....	20	221,330	17	195,243	17	194,507
GS-10. \$8,184 to \$10,704.....	6	53,080	7	64,563	6	56,214
GS-9. \$7,479 to \$9,765.....	6	47,485	7	55,147	7	56,163
GS-8. \$6,869 to \$8,921.....	4	30,040	3	24,255	3	23,115
GS-7. \$6,269 to \$8,132.....	2	14,500	3	22,740	3	21,498
GS-6. \$5,702 to \$7,430.....	7	45,195	6	39,012	6	38,436
GS-5. \$5,181 to \$6,720.....	16	90,065	16	93,669	16	91,275
GS-4. \$4,641 to \$6,045.....	9	42,720	9	44,889	9	45,825
GS-3. \$4,149 to \$5,409.....	5	20,970	7	29,883	7	30,583
GS-2. \$3,814 to \$4,975.....	1	3,680				
Grades established by the director, Agency for International Develop- ment:						
FC-3. \$16,997 to \$22,902:						
Agricultural economist.....	1	20,835	1	22,244	1	22,244
FC-4. \$14,685 to \$19,133:						
Agricultural economist.....	1	14,175	1	15,120	1	15,555
FC-5. \$12,510 to \$16,425:			3	38,400	3	39,705
Ungraded positions at rates equivalent to: Less than \$14,680.....	1	2,600	1	2,600	1	2,600
Total permanent.....	105	992,595	110	1,087,297	109	1,080,281
Pay above the stated annual rate.....		3,818		4,181		4,155
Lapses.....	-19.3	-120,412	-10.5	-84,722	-10.5	-88,636
Net savings due to lower pay scales for part of the year.....		-426		-8,356		
Positions abolished during the year.....	1.7	18,756	1.3	9,400	1.3	9,500
Net permanent (average number, net salary).....	87.4	894,331	100.8	1,007,800	99.8	1,005,300
Other personnel compensation: Overtime and holiday pay.....		3,627		3,900		3,900
Total personnel compensation.....		897,958		1,011,700		1,009,200
Salaries and wages are distributed as follows:						
Salaries and expenses.....		842,629		879,700		886,800
Advances and reimbursements.....		55,329		132,000		122,400

DEPARTMENT OF AGRICULTURE—Continued

SOIL CONSERVATION SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID
FROM FUNDS AVAILABLE TO SOIL CONSERVATION SERVICE

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
Special positions at rates equal to or in excess of \$25,382:						
Administrator	1	\$26,000	1	\$26,000	1	\$26,000
GS-18. \$25,382:						
Associate administrator	1	24,500	1	25,382	1	25,382
GS-17. \$22,217 to \$25,325:						
Deputy administrator, field services group	1	23,695	1	22,217	1	22,994
Deputy administrator, soil survey group	1	22,945	1	23,771	1	24,548
Deputy administrator, watersheds	1	23,695	1	24,548	1	25,325
GS-16. \$19,619 to \$25,043:						
Assistant to administrator	1	19,590				
Assistant to deputy administrator, watersheds	1	19,590	2	40,594	2	41,950
Deputy administrator, management group	1	21,555	1	22,331	1	23,009
Director, engineering division	1	22,210	1	23,009	1	23,687
Director, plant science division	1	20,900	1	21,653	1	22,331
Director, resources development division	1	20,900	1	21,653	1	22,331
GS-15. \$17,055 to \$22,365:						
Assistant to administrator	2	35,770	2	38,240	2	38,240
Assistant to administrator (foreign aid specialist)	1	18,170	1	19,415	1	19,415
Assistant to associate administrator	1	17,600	1	18,825	1	18,825
Assistant to deputy administrator, watersheds	1	18,170	1	20,005	1	20,005
Chief, soil survey laboratories	1	18,170	1	18,825	1	19,415
Director, administrative services division	1	18,740	1	20,005	1	20,005
Director, budget and finance division	1	18,740	1	20,005	1	20,005
Director, cartographic division	1	17,030	1	18,235	1	18,825
Director, information and education division	1	18,740	1	20,005	1	20,005
Director, personnel division	1	18,740	1	20,005	1	20,005
Director, river basins division	1	19,310	1	17,645	1	18,235
Director, soil classification and correlation	1	18,170	1	19,415	1	19,415
Director, soil survey interpretations	1	18,170	1	19,415	1	19,415
Director, soil survey investigations	1	18,170	1	19,415	1	19,415
Director, soil survey operations	1	18,170	1	19,415	1	19,415
Director, watershed planning division	1	17,030	1	18,235	1	18,825
Field representative	4	72,110	4	77,070	4	77,070
Rural community development officer			2	39,420		
Soil conservationist	2	36,340	2	38,830	2	38,830
State conservationist	13	233,930	13	247,085	13	251,215
GS-14. \$14,680 to \$19,252:						
Agronomist	1	17,110	1	17,728	1	18,236
Assistant director, administrative division	4	62,560	4	66,848	4	66,848
Assistant director, cartographic division	1	15,640	1	16,204	1	16,712
Assistant director, engineering division	1	15,640	1	16,204	1	16,712
Assistant director, information and education division	2	30,300	2	32,408	2	32,408
Assistant director, soil classification and correlation	1	15,640	1	16,204	1	16,712
Assistant director, soil survey interpretations	1	15,640	1	16,712	1	16,712
Assistant director, soil survey operations	2	31,280	2	33,424	2	33,424
Assistant director, watershed planning division	2	30,300	2	30,884	2	31,900
Assistant to administrator			1	15,696	1	16,204
Assistant to deputy administrator for management	1	15,640	1	16,712	1	16,712
Assistant to deputy administrator for soil surveys			1	17,728	1	17,728
Biologist	1	17,110	1	18,236	1	18,236
Branch chief, administrative division	13	199,400	13	206,588	13	210,652
Chief, design and construction branch	1	17,110	1	18,236	1	18,236
Chief, hydrology branch	1	17,110	1	18,236	1	18,236
Chief, information services branch	1	15,640	1	16,712	1	16,712
Chief, program services branch	1	15,640	1	16,712	1	16,712
Chief, programing branch	1	15,640	1	16,712	1	16,712
Chief, projects branch	1	15,640	1	16,712	1	16,712
Chief, soil survey reports	1	15,640	1	14,680	1	15,188
Chief, world soil geography	1	15,640	1	16,712	1	16,712
Deputy State conservationist	2	30,790	2	32,916	2	32,916
Engineer, agricultural	1	15,640	1	16,712	1	16,712
Engineer, civil	4	63,050	5	80,004	5	82,544
Geologist	3	44,470	3	47,596	3	48,612
Head, cartographic unit	4	62,560	4	64,816	4	66,848
Head, engineering and watershed planning unit	5	81,630	4	67,356	4	69,388
Plant materials specialist	1	14,660	1	15,696	1	16,204
Range conservationist	1	15,640	1	16,712	1	16,712
Recreation specialist	1	14,660	1	15,696	1	16,204
Soil conservationist	12	186,210	11	177,228	11	182,816
Soil specialist (scientist)	6	95,800	5	83,560	5	86,100
State conservationist	36	571,370	36	593,504	36	604,680
Woodland conservationist	1	17,110	1	17,728	1	18,236
GS-13. \$12,510 to \$16,425:	437	5,839,995	452	6,322,245	454	6,350,745
GS-12. \$10,619 to \$13,931:	843	9,515,470	929	10,907,595	943	11,062,149
GS-11. \$8,961 to \$11,715:	2,466	23,775,860	2,681	26,951,025	2,598	26,202,978

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges—Continued						
GS-10. \$8,184 to \$10,704	6	\$57,120	6	\$59,464	6	\$59,464
GS-9. \$7,479 to \$9,765	3,296	27,447,620	3,369	28,999,385	3,222	27,890,574
GS-8. \$6,869 to \$8,921	7	54,110	8	64,984	8	66,124
GS-7. \$6,269 to \$8,132	1,809	12,495,650	1,923	13,775,250	1,792	12,916,958
GS-6. \$5,702 to \$7,430	2,373	15,379,935	2,378	16,084,924	2,256	15,340,128
GS-5. \$5,181 to \$6,720	1,999	11,126,900	2,112	12,174,327	1,981	11,445,855
GS-4. \$4,641 to \$6,045	1,282	6,327,910	1,341	6,861,153	1,243	6,360,003
GS-3. \$4,149 to \$5,409	680	2,970,720	694	3,156,886	652	2,965,268
GS-2. \$3,814 to \$4,975	125	492,000	109	448,234	94	385,219
Grades established by the Administrator, Agency for International Development (75 Stat. 450):						
FC-4. \$14,685 to \$19,133:						
Soil conservationist	1	14,595	2	31,110	2	31,980
FC-5. \$12,510 to \$16,425	11	137,025	11	145,875	11	150,660
FC-6. \$10,659 to \$13,815	4	43,920	9	100,611	9	103,851
Ungraded positions at rates equivalent to less than \$14,680	209	1,257,083	220	1,341,200	215	1,311,440
Total permanent	15,710	119,640,673	16,408	130,290,748	15,648	125,519,921
Pay above the stated annual rate		450,803		491,000		468,000
Lapses	-815.4	-5,111,517	-802.0	-6,382,644	-963.0	-6,904,621
Positions abolished during the year	111.9	909,580	15.6	135,446	209.0	1,360,000
Net savings due to lower pay scales for part of the year		-52,306		-1,185,000		
Portion of salaries paid by States	-2.8	-22,010	-2.6	-22,550	-3.0	-23,300
Net permanent (average number, net salary):						
United States and possessions	14,990.7	115,658,745	15,600.0	123,089,400	14,869.0	120,132,500
Foreign countries: U.S. rates	13.0	156,478	19.0	237,600	22.0	287,500
Positions other than permanent:						
Temporary employment		145,510		256,610		260,700
Part-time employment		494,711		484,700		487,000
Intermittent employment		5,814,621		9,308,690		8,905,300
Special personal service payments: Payment to other agencies for reimbursable details		2,423				
Other personnel compensation:						
Overtime and holiday pay		624,274		671,598		602,400
Nightwork differential		165		1,233		1,100
Post differentials and cost-of-living allowances		186,294		231,169		214,500
Total personnel compensation		123,083,221		134,281,000		130,891,000
Salaries and wages in the foregoing schedule are distributed as follows:						
Conservation operations		82,247,792		88,896,000		87,320,000
Watershed planning		3,785,338		4,856,000		4,592,000
Watershed protection		17,565,538		18,227,000		18,773,000
Flood prevention		6,257,930		6,526,000		6,290,000
Great Plains conservation program		2,615,313		2,927,000		2,963,000
Resource conservation and development		549,057		1,577,000		1,850,000
Advances and reimbursements		9,510,145		10,640,000		8,416,000
Miscellaneous contributed funds		552,108		632,000		687,000

ECONOMIC RESEARCH SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID
FROM FUNDS AVAILABLE TO ECONOMIC RESEARCH SERVICE

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
GS-18. \$25,382:						
Administrator	1	\$24,500	1	\$25,382	1	\$25,382
GS-17. \$22,217 to \$25,325:						
Agricultural economist	1	21,445	1	23,771	1	24,548
Deputy administrator	2	47,390	2	46,765	2	47,542
GS-16. \$19,619 to \$25,043:						
Division director	6	126,055	7	148,181	7	150,215
Outlook officer	1	22,210	1	20,297	1	20,975
GS-15. \$17,055 to \$22,365:						
Agricultural economist	5	88,000	6	108,230	8	135,200
Assistant director	1	18,170				
Assistant to administrator	1	20,450	1	17,055	1	17,645
Branch chief	25	439,430	27	511,815	27	517,715
Deputy director	9	164,670	9	175,325	9	177,095
GS-14. \$14,680 to \$19,252:						
Agricultural economist	30	452,530	33	536,304	36	572,676
Assistant branch chief	10	152,970	11	173,164	11	175,196
Section head	37	582,610	37	590,864	37	595,992
Statistician	1	15,640	1	16,204	1	16,712
GS-13. \$12,510 to \$16,425:	137	1,798,755	154	2,109,679	151	2,068,291
GS-12. \$10,619 to \$13,931:	164	1,764,555	197	2,210,368	227	2,571,233

DEPARTMENT OF AGRICULTURE—Continued

ECONOMIC RESEARCH SERVICE—Continued

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID
FROM FUNDS AVAILABLE TO ECONOMIC RESEARCH SERVICE—Con.

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges—Continued						
GS-11. \$8,961 to \$11,715.....	133		142		153	
		\$1,210,335		\$1,423,319		\$1,807,908
GS-9. \$7,479 to \$9,765.....	87	660,480	90	715,327	90	716,342
GS-8. \$6,869 to \$8,921.....	4	31,360	4	33,173	4	33,173
GS-7. \$6,269 to \$8,132.....	90	600,100	97	677,596	100	702,408
GS-6. \$5,702 to \$7,430.....	73	453,850	70	456,912	74	484,776
GS-5. \$5,181 to \$6,720.....	169		179		182	
		931,295		1,028,075		1,050,452
GS-4. \$4,641 to \$6,045.....	84	402,570	96	478,197	108	540,885
GS-3. \$4,149 to \$5,409.....	60	250,830	74	320,186	77	337,249
GS-2. \$3,814 to \$4,975.....	24	89,570	30	117,223	32	127,702
Grades established by the Director, Agency for International Develop- ment:						
FC-3. \$16,997 to \$22,902: Agricultural economist.....	3	50,760	10	177,222	10	183,441
FC-4. \$14,685 to \$19,133: Agricultural economist.....	6	89,250	8	123,684	8	127,401
FC-5. \$12,510 to \$16,425.....			2	25,020	3	37,965
FC-6. \$10,659 to \$13,815.....	1	10,635	3	31,977	2	22,038
FC-7. \$9,069 to \$11,735.....	2	18,020				
Ungraded positions at rates equivalent to: \$14,680 or above: Agricultural economist. Less than \$14,680.....	1 7	15,200 42,350	1 8	15,200 38,200	1 8	15,200 38,200
Total permanent.....	1,175		1,302		1,372	
		10,595,985		12,374,715		13,341,557
Pay above the stated annual rate.....		40,765		46,000		51,300
Lapses.....	-225.6		-181.2		-180.9	
Positions abolished during the year.....	-1,772,314		-1,680,911		-1,938,501	
	23.7		15.3		15.3	
Net savings due to lower pay scales for part of year.....	177,595		126,300		126,500	
Portion of salaries shown above paid by States.....	-4,005		-107,300			
	-1.7		-1.8		-1.8	
	-18,800		-18,500		-18,500	
Net permanent (average number, net salary):						
United States and possessions.....	962.9		1,118.0		1,182.7	
		8,896,618		10,494,670		11,192,760
Foreign countries: U.S. rates.....	8.5		16.3		21.9	
		122,598		245,634		369,596
Positions other than permanent:						
Temporary employment.....	54,952		49,328		49,328	
Part-time employment.....	101,267		59,366		60,366	
Intermittent employment.....	58,730		59,290		62,390	
Other personnel compensation:						
Overtime and holiday pay.....	10,721		14,700		14,700	
Post differentials and cost-of-living allowances.....	11,325		20,200		37,500	
Total, personnel compensation.....	9,256,211		10,943,188		11,786,640	
Salaries and wages are distributed as follows:						
Salaries and expenses.....	7,587,322		8,659,377		9,088,777	
Watershed planning, Soil Conservation Service.....	17,156		20,550		22,500	
Watershed protection, Soil Conserva- tion Service.....	467,319		873,700		1,224,700	
Flood prevention, Soil Conservation Service.....	31,662		36,900		37,300	
Resource conservation and develop- ment, Soil Conservation Service.....	63,183		58,000		83,900	
Great Plains conservation program, Soil Conservation Service.....			13,100		13,000	
Rural renewal, Farmers Home Admin- istration.....	25,160		25,770		26,000	
Miscellaneous contributed funds.....	51,079		44,905		42,600	
Advances and reimbursements.....	1,013,330		1,210,886		1,247,863	

STATISTICAL REPORTING SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID
FROM FUNDS AVAILABLE TO STATISTICAL REPORTING SERVICE

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
GS-18. \$25,382:						
Administrator.....	1	\$24,500	1	\$25,382	1	\$25,382
GS-17. \$22,217 to \$25,325:						
Deputy administrator.....	1	22,945	1	24,548	1	24,548
GS-16. \$19,619 to \$25,043:						
Agricultural economist.....	2	39,835	2	39,916	2	40,594
Division director.....	3	65,320	3	67,671	3	70,383

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges—Continued						
GS-15. \$17,055 to \$22,365:						
Assistant to the administrator.....	1	\$17,600	1	\$18,235	1	\$18,825
Assistant to the director, data process- ing center.....			1	17,055	1	17,645
Branch chief.....	8	145,360	8	155,320	8	154,140
Chief, survey operations group.....	1	17,600	1	18,825	1	18,825
Deputy division director.....	1	18,750	2	36,470	2	37,650
Statistician in charge.....	2	35,200	2	37,650	2	38,830
GS-14. \$14,680 to \$19,252:						
Administrative officer.....	1	15,640	1	16,204	1	16,712
Assistant statistician in charge.....			2	29,360	2	29,360
Assistant branch chief.....	1	14,660				
Assistant to the division director.....	1	15,640	1	16,204	1	16,712
Mathematical statistician.....	2	29,810	2	30,884	2	31,900
Secretary, crop reporting board.....	1	15,150	1	16,204	1	16,204
Head, survey operations group.....	1	14,660	1	15,696	1	16,204
Section head.....	14	214,060	15	238,996	15	245,600
Statistician in charge.....	20	316,230	20	338,812	20	339,320
GS-13. \$12,510 to \$16,425.....	74		79		79	
		976,290		1,091,385		1,091,385
GS-12. \$10,619 to \$13,931.....	95		105		108	
		1,049,720		1,250,419		1,281,908
GS-11. \$8,961 to \$11,715.....	97		97		106	
		896,575		970,503		1,051,152
GS-9. \$7,479 to \$9,765.....	95	719,920	106	832,144	126	981,724
GS-8. \$6,869 to \$8,921.....	5	38,430	5	40,273	5	40,273
GS-7. \$6,269 to \$8,132.....	150		156		156	
		962,100		1,052,898		1,053,105
GS-6. \$5,702 to \$7,430.....	21	134,475	24	159,312	24	159,312
GS-5. \$5,181 to \$6,720.....	177	979,710	171	899,802	175	920,526
GS-4. \$4,641 to \$6,045.....	206		211		216	
		1,037,030		1,116,843		1,140,048
GS-3. \$4,149 to \$5,409.....	227		230		243	
		978,930		1,038,270		1,092,207
GS-2. \$3,814 to \$4,975.....	61	231,355	54	217,437	54	217,437
Ungraded positions at annual rates: \$14,680 or above:						
Mathematical statistician.....	1	16,350	1	18,000	1	18,000
Less than \$14,680.....	8	35,845	8	37,600	8	37,600
Total permanent.....	1,278		1,310		1,366	
		9,079,680		9,838,958		10,243,511
Pay above the stated annual rate.....		34,793		38,400		40,200
Lapses.....	-79.3		-60.0		-70.0	
Net savings due to lower pay scales for part of year.....	-503,942		-358,058		-455,411	
Portion of salaries shown above paid by States.....	-4,976		-93,300			
	-33.0		-36.0		-36.0	
	-273,017		-287,000		-287,000	
Net permanent (average number, net salary).....	1,165.7		1,214.0		1,260.0	
		8,332,538		9,139,000		9,541,300
Positions other than permanent:						
Temporary employment.....				25,000		25,000
Part-time employment.....				13,000		13,000
Intermittent employment.....	1,070,436		1,005,600		1,215,000	
Other personnel compensation:						
Overtime and holiday pay.....	79,963		77,300		69,300	
Nightwork differential.....	3,061		3,100		3,100	
Post differentials and cost-of-living allowances.....	12,007		11,600		11,600	
Total personnel compensation.....	9,509,605		10,274,600		10,878,300	
Salaries and wages are distributed as follows:						
Salaries and expenses.....	7,983,691		8,836,000		9,242,000	
Advances and reimbursements.....	1,519,808		1,434,800		1,633,000	
Trust funds.....	6,106		3,800		3,300	

CONSUMER AND MARKETING SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID
FROM FUNDS AVAILABLE TO CONSUMER AND MARKETING SERVICE

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
Special positions at rates equal to or in excess of \$25,382:						
Administrator.....	1	\$26,000	1	\$26,000	1	\$26,000
GS-18. \$25,382:						
Associate administrator.....	1	24,500	1	25,382	1	25,382
GS-17. \$22,217 to \$25,325:						
Deputy administrator, consumer food programs.....	1	22,945	1	24,548	1	24,548
Deputy administrator, consumer protection.....			1	22,217	1	22,994
Deputy administrator, marketing services.....	1	22,945	1	24,548	1	24,548
Deputy administrator, regulatory programs.....	1	22,945	1	24,548	1	24,548
GS-16. \$19,619 to \$25,043:						
Assistant deputy administrator, con- sumer food programs.....	1	19,590	1	20,975	1	20,975
Assistant deputy administrator, regu- latory programs.....	1	19,590	1	20,975	1	20,975
Deputy administrator, management.....	1	22,210	1	23,009	1	23,687
Division director.....	9	195,305	9	203,013	9	205,047

DEPARTMENT OF AGRICULTURE—Continued

CONSUMER AND MARKETING SERVICE—Continued

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO CONSUMER AND MARKETING SERVICE—Continued

	1965 actual	1966 estimate	1967 estimate
Grades and ranges—Continued	Num- Total ber salary	Num- Total ber salary	Num- Total ber salary
GS-15. \$17,055 to \$22,365:			
Acting deputy administrator, consumer protection	1 \$18,740		
Area supervisor	5 89,710	5 \$92,945	5 \$95,305
Assistant deputy administrator, consumer food programs	1 20,450	1 21,185	1 21,775
Assistant division director	4 73,820	4 77,070	4 78,250
Assistant to administrator	3 53,370	3 56,475	3 57,065
Associate division director	1 18,170	1 18,825	1 19,415
Branch chief	7 122,640	7 130,005	7 131,185
Chemist	1 18,170	1 19,415	1 19,415
Deputy division director	15 278,250	15 291,815	15 294,765
Director, food trades staff		1 17,055	1 17,645
Director, matching fund program	1 18,170	1 18,825	1 19,415
Director, operations analysis staff	1 18,170	1 18,825	1 19,415
Director, statistical staff		1 17,645	1 18,235
Division director	11 203,860	11 214,745	11 217,105
Legislative liaison officer	1 19,880		
Staff economist	1 18,170	1 19,415	1 19,415
Veterinarian	5 90,850	5 94,125	5 95,305
GS-14. \$14,680 to \$19,252:			
Administrative officer	2 30,790	2 32,408	2 32,916
Agricultural economist	1 16,620	1 17,728	1 17,728
Agricultural marketing specialist	2 29,810	2 31,900	2 31,900
Area information officer	4 63,540	4 67,864	4 67,864
Area manager	4 63,540	4 67,864	4 67,864
Area supervisor	8 122,670	8 131,664	8 134,204
Assistant branch chief	9 138,800	9 146,344	9 148,884
Assistant to deputy division director	1 15,150	1 16,204	1 16,712
Assistant to division director	5 80,650	5 85,084	5 85,592
Branch chief	50 787,880	50 829,504	50 841,696
Chemist	1 15,640	2 30,884	2 31,392
Deputy director, operations analysis staff	1 17,600	1 18,236	1 18,236
Deputy division director	7 110,460	7 116,984	7 117,492
Director, consumer food programs services staff	1 15,150	1 16,204	1 16,204
District supervisor	5 78,690	5 81,528	5 83,052
Federal-State supervisor	1 15,640	1 16,204	1 16,204
Officer in charge	1 15,640	1 16,712	1 17,220
Pathologist	1 15,640	1 16,712	1 16,712
Section head	8 123,650	8 130,648	8 132,172
Staff specialist	7 110,460	7 118,000	7 118,508
Statistician	2 30,790	2 30,884	2 31,392
Training officer	1 15,640	1 16,712	1 16,712
Veterinarian	24 375,360	24 391,436	24 399,056
GS-13. \$12,510 to \$16,425	386	407	416
GS-12. \$10,619 to \$13,931	821	840	884
GS-11. \$8,961 to \$11,715	9,178,145	9,836,648	10,401,804
GS-9. \$7,479 to \$9,765	1,521	1,683	1,831
GS-8. \$6,869 to \$8,921	14,440,490	16,510,077	17,974,421
GS-7. \$6,269 to \$8,132	2,255	2,241	2,443
GS-6. \$5,702 to \$7,430	18,470,175	19,096,731	20,722,089
GS-5. \$5,181 to \$6,720	777	845	845
GS-4. \$4,641 to \$6,045	5,945,490	6,828,253	6,937,009
GS-3. \$4,149 to \$5,409	3,034	3,398	3,682
GS-2. \$3,814 to \$4,975	19,911,100	23,321,761	25,272,290
GS-1. \$3,507 to \$4,578	161	143	143
Grades established by the Administrator, Agency for International Development:			
FC-3. \$16,997 to \$22,902:			
Agricultural specialist	1 16,405	1 17,531	1 17,531
FC-4. \$14,685 to \$19,133:			
Market news specialist	1 16,405	1 17,531	1 17,531
FC-3. \$12,510 to \$16,425	1 12,075	1 12,945	1 12,945
Ungraded positions at rates equivalent to: \$14,680 or above: Chief, shipping point inspection		1 14,700	1 14,700
Less than \$14,680	656	693	785
Total permanent	12,254	13,060	13,942
Pay above the stated annual rate	93,542,259	103,690,753	110,759,927
Lapses	341,482	364,763	366,088
Positions abolished during the year	-2,195.8	-1,519.0	-1,540.0
Net savings due to lower pay scales for part of year	-14,024,391	-12,240,564	-12,958,421
Portion of salaries paid by States	837.5	470.7	470.7
	5,751,184	3,405,745	3,405,745
	-116,222	-960,358	
	-7.9	-26.7	-26.7
	-71,184	-226,339	-226,339

	1965 actual	1966 estimate	1967 estimate
	Num- Total ber salary	Num- Total ber salary	Num- Total ber salary
Portion of salaries carried in other positions schedules paid from these accounts	58.0 \$444,117		
Net permanent (average number, net salary):			
United States and possessions	10,943.0 \$85,825,888	11,981.0 93,982,700	12,842.0 \$101,295,000
Foreign countries: U.S. rates	2.8 41,357	4.0 51,300	4.0 52,000
Positions other than permanent:			
Temporary employment	374,165	105,000	107,000
Part-time employment	296,613	287,000	290,000
Intermittent employment	3,059,127	3,516,000	3,638,000
Special personal service payments:			
Compensation of witnesses	183	500	500
Payments to other agencies for reimbursable details	3,500	6,500	6,500
Other personnel compensation:			
Overtime and holiday pay	10,113,968	10,971,000	10,973,000
Nightwork differential	348,657	350,000	355,000
Post differentials and cost of living allowances	18,363	19,000	20,000
Total personnel compensation	100,081,821	109,289,000	116,737,000
Salaries and wages in the foregoing schedules are distributed as follows:			
Consumer protective, marketing, and regulatory programs:			
Direct obligations	60,133,993	65,797,000	70,606,000
Reimbursable obligations	575,833	1,320,000	1,320,000
Special milk program	460,343	483,000	486,000
School lunch program	1,164,426	1,258,000	1,324,000
Food stamp program	1,095,711	2,344,000	4,316,000
Removal of surplus agricultural commodities	3,785,773	4,015,000	4,046,000
Perishable Agricultural Commodities Act fund	687,387	729,000	756,000
Trust funds	21,179,358	21,375,000	21,953,000
Advances and reimbursements	10,098,997	11,968,000	11,930,000
Total personnel compensation	100,081,821	109,289,000	116,737,000

FOREIGN AGRICULTURAL SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO FOREIGN AGRICULTURAL SERVICE

	1965 actual	1966 estimate	1967 estimate
Grades and ranges:	Num- Total ber salary	Num- Total ber salary	Num- Total ber salary
Special positions at rates equal to or in excess of \$25,382:			
Administrator	1 \$26,000	1 \$26,000	1 \$26,000
GS-18. \$25,382:			
Associate administrator	1 24,500	1 25,382	1 25,382
GS-17. \$22,217 to \$25,325:			
Agricultural attaché	3 72,585	3 75,198	3 75,975
Assistant to the administrator	1 22,217	1 22,217	1 22,217
General sales manager	1 23,695	1 24,548	1 25,325
GS-16. \$19,619 to \$25,043:			
Agricultural attaché	6 123,435	6 128,562	6 131,952
Assistant administrator	5 107,120	5 110,977	5 113,689
Barter and stockpiling manager	1 20,900	1 21,653	1 22,331
Deputy general sales manager	1 22,210	1 23,009	1 23,009
Foreign agricultural affairs officer	1 21,555	1 22,331	1 22,331
GS-15. \$17,055 to \$22,365:			
Agricultural attaché	15 277,110	16 304,740	16 306,510
Agricultural officer	2 36,910	2 38,240	2 38,830
Assistant agricultural attaché	3 53,370	2 36,470	2 37,060
Assistant to the administrator	1 16,460	1 17,645	1 17,645
Assistant to assistant administrator	1 16,460	1 17,645	1 17,645
Assistant to barter and stockpiling manager	1 18,170	1 18,825	1 19,415
Assistant to the general sales manager	6 115,860	6 120,620	6 121,800
Associate division director	1 18,170	1 18,825	1 18,825
Contract negotiator	1 18,170	1 18,825	1 19,415
Deputy assistant administrator	6 109,590	6 112,360	6 112,950
Deputy division director	1 18,740	1 19,415	1 19,415
Director of statistics	1 16,460	1 17,055	1 17,645
Division director	17 310,030	18 342,390	18 344,160
Foreign agricultural affairs officer	5 92,560	5 97,075	5 97,665
Information specialist	1 18,170	1 18,825	1 19,415
International information officer	1 18,740	1 19,415	1 19,415
GS-14. \$14,680 to \$19,252:			
Administrative officer	2 33,240	1 17,728	1 18,236
Agricultural attaché	21 337,260	21 352,984	21 354,508
Agricultural economist	1 14,170		
Agricultural officer	3 47,900	3 48,612	3 49,120
Assistant agricultural attaché	8 127,080	8 134,204	9 150,408
Assistant to the assistant administrator	1 16,130	1 16,712	1 17,220
Assistant division director	2 28,830	2 30,376	2 30,884
Barter specialist	1 15,640	1 16,204	1 16,712
Branch chief	30 470,670	30 491,708	30 494,756
Commodity industry analyst	1 15,640	1 16,204	1 16,712
Deputy division director	3 46,920	3 49,120	3 50,136

DEPARTMENT OF AGRICULTURE—Continued

FOREIGN AGRICULTURAL SERVICE—Continued

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO FOREIGN AGRICULTURAL SERVICE—Con.

	1965 actual		1966 estimate		1967 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges—Continued						
GS-14. \$14,680 to \$19,252—Continued						
Field representative	2	\$30,300	2	\$31,392	2	\$32,408
Foreign agricultural affairs officer	5	83,590	4	69,896	4	70,404
Information officer	2	32,750	2	34,440	2	34,948
Marketing specialist	7	110,950	8	132,650	9	147,868
Program coordinator	4	61,090	3	49,120	3	50,136
Project coordinator	1	15,640	1	16,204	1	16,712
Reports officer	1	17,110	1	17,728	1	17,728
Staff assistant	7	110,950	6	97,732	6	100,272
Textile technologist	1	16,620	1	17,728	1	17,728
Trade fair manager	5	80,160	5	83,052	5	84,068
GS-13. \$12,510 to \$16,425	75		87		103	
		987,525		1,180,155		1,395,105
GS-12. \$10,619 to \$13,931	56	611,275	57	647,603	64	730,400
GS-11. \$8,961 to \$11,715	41	374,120	42	398,394	47	448,707
GS-9. \$7,479 to \$9,765	43	334,225	42	341,296	48	388,710
GS-8. \$6,869 to \$8,921	14	109,100	14	112,582	14	113,494
GS-7. \$6,269 to \$8,132	91	624,150	94	671,465	96	689,178
GS-6. \$5,702 to \$7,430	84	521,805	88	568,784	90	584,604
GS-5. \$5,181 to \$6,720	104	569,500	103	587,679	109	623,211
GS-4. \$4,641 to \$6,045	52	246,610	51	248,859	53	260,325
GS-3. \$4,149 to \$5,409	32	138,285	30	135,250	30	136,370
GS-2. \$3,814 to \$4,975	12	45,785	11	44,147	11	44,534
GS-1. \$3,507 to \$4,578	1	3,385	1	3,626	1	3,745
Ungraded positions at annual rates: Less than \$14,680	160	576,592	159	576,321	163	592,321
Ungraded positions at hourly rates equivalent to less than \$14,680	1	5,366	1	5,366	1	5,366
Total permanent	957		969		1,021	
		8,457,333		8,943,598		9,503,055
Pay above the stated annual rate		21,974		22,500		23,500
Lapses	-100.0	-806,901	-82.2	-643,737	-82.2	-726,355
Positions abolished during the year	16.6					
		210,038				
Net savings due to lower pay scales for part of year				-75,161		
Net permanent (average number, net salary):						
United States and possessions	582.2		595.4		625.4	
		5,611,259		5,920,167		6,229,545
Foreign countries:						
U.S. rates	133.5		134.5		152.5	
		1,732,894		1,792,242		2,019,864
Local rates	157.9		156.9		160.9	
		538,291		534,791		550,791
Positions other than permanent:						
Temporary employment:						
United States and possessions		24,073		24,000		24,000
Foreign countries:						
U.S. rates		991		1,000		1,000
Local rates		4,651		4,500		4,500
Part-time employment: United States and possessions		14,633		14,500		14,500
Intermittent employment: United States and possessions		31,029		31,000		31,000
Special personal service payments: Payments to other agencies for reimbursable details		32,019		30,000		30,000
Other personnel compensation:						
Overtime and holiday pay		15,757		12,000		12,000
Additional pay for service abroad		44,414		45,400		45,400
Total personnel compensation		8,050,011		8,409,600		8,962,600
Salaries and wages in the foregoing schedules are distributed as follows:						
Salaries and expenses		7,832,571		8,154,000		8,706,000
Salaries and expenses (special foreign currency program)		68,733		90,000		88,000
Advances and reimbursements		148,707		165,600		168,600

INTERNATIONAL AGRICULTURAL DEVELOPMENT SERVICE

ADVANCES AND REIMBURSEMENTS

	1965 actual		1966 estimate		1967 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges:						
GS-18. \$25,382: Administrator	1	\$24,500	1	\$25,382	1	\$25,382
GS-17. \$22,217 to \$25,325: Deputy administrator			1	23,771	1	23,771
GS-16. \$19,619 to \$25,043: Deputy administrator	1	22,210				
Assistant to administrator			1	19,619	1	20,297

	1965 actual		1966 estimate		1967 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges—Continued						
GS-15. \$17,055 to \$22,365:						
Assistant to administrator	1	\$19,310	1	\$20,005	1	\$20,595
Regional coordinator	3	53,370	3	58,245	3	59,425
Division director	1	17,600	1	18,825	1	18,825
Staff assistant	1	18,170	1	18,825	1	19,415
Extension specialist			1	17,055	1	17,645
GS-14. \$14,680 to \$19,252:						
Personnel policies staff officer			1	14,680	1	15,188
Assistant division director	1	14,170	2	29,360	2	29,868
Extension specialist	4	63,540	3	49,628	3	50,644
Regional program analyst	1	14,660	1	15,696	1	15,696
Country officer	1	16,130	2	33,425	2	33,425
GS-13. \$12,510 to \$16,425	12	166,740	13	183,945	13	184,350
GS-12. \$10,619 to \$13,931	2	22,630	2	23,464	2	23,814
GS-11. \$8,961 to \$11,715	3	28,015	2	20,064	2	20,370
GS-9. \$7,479 to \$9,765	2	15,910	2	16,736	2	16,736
GS-7. \$6,269 to \$8,132	8	57,000	8	59,053	8	59,053
GS-6. \$5,702 to \$7,430	8	48,665	11	68,482	11	68,566
GS-5. \$5,181 to \$6,720	16	89,240	18	103,005	18	103,518
GS-4. \$4,641 to \$6,045	6	28,080	6	29,562	6	29,562
GS-3. \$4,149 to \$5,409	3	12,420	4	17,016	4	17,016
GS-2. \$3,814 to \$4,975	1	3,680				
Grades established by the Director, Agency for International Development:						
FC-1. \$22,244 to \$25,382: Chief of party			1	22,244	1	22,244
FC-2. \$19,612 to \$25,382: Chief of party	1	20,200				
Total permanent	77	756,240	86	888,069	86	895,735
Pay above the stated annual rate		2,045		2,800		2,900
Lapses	-7.2	-77,039	-6.2	-81,269	-3.9	-56,635
Net savings due to lower pay scales for part of year				-7,600		
Net permanent (average number, net salary):						
United States and possessions	69.0	665,865	78.8	780,200	81.1	819,650
Foreign countries: U.S. rates	0.8	15,381	1.0	21,800	1.0	22,320
Positions other than permanent: Temporary employment: United States and possessions		36,259		38,000		40,000
Special personal service payments: Payments to other agencies for reimbursable details		101,019		270,000		270,000
Other personnel compensation: Overtime and holiday pay		3,477				
Total personnel compensation		822,001		1,110,000		1,152,000

COMMODITY EXCHANGE AUTHORITY

SALARIES AND EXPENSES

	1965 actual		1966 estimate		1967 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges:						
GS-17. \$22,217 to \$25,325:						
Administrator	1	\$23,695	1	\$25,325	1	\$25,325
GS-16. \$19,619 to \$25,043:						
Deputy administrator	1	20,900	1	22,331	1	22,331
GS-15. \$17,055 to \$22,365:						
Assistant administrator	1	18,170	1	19,415	1	19,415
Division director	3	54,510	3	58,245	3	58,245
GS-14. \$14,680 to \$19,252:						
Assistant division director	2	30,300	2	32,408	2	32,916
Commodity exchange supervisor	2	31,280	2	32,408	2	31,392
GS-13. \$12,510 to \$16,425	10	132,090	10	139,890	10	139,890
GS-12. \$10,619 to \$13,931	9	100,415	10	116,862	10	118,702
GS-11. \$8,961 to \$11,715	6	54,555	6	57,744	16	148,578
GS-9. \$7,479 to \$9,765	13	103,170	14	114,358	23	184,209
GS-8. \$6,869 to \$8,921	1	7,510	1	8,009	1	8,009
GS-7. \$6,269 to \$8,132	15	99,750	12	84,750	14	98,530
GS-6. \$5,702 to \$7,430	13	83,960	13	87,950	13	89,102
GS-5. \$5,181 to \$6,720	12	65,940	14	81,084	14	82,281
GS-4. \$4,641 to \$6,045	29	153,620	29	159,549	29	160,797
GS-3. \$4,149 to \$5,409	6	26,730	7	32,263	7	32,683
GS-2. \$3,814 to \$4,975	1	4,680	1	4,975	1	4,975
Ungraded positions at hourly rates equivalent to less than \$14,680	1	2,600				
Total permanent	126	1,013,875	127	1,077,566	148	1,257,380
Pay above the stated annual rate		3,830		3,977		4,656
Lapses	-7.5	-42,767	-4	-32,173	-4	-46,836
Net savings due to lower pay scales for part of year		-526		-10,775		
Net permanent (average number, net salary)	118.5	974,412	123	1,038,595	144	1,215,100
Special personal service payments: Compensation of witnesses				100		100
Other personnel compensation: Overtime and holiday pay		943		800		800
Total personnel compensation		975,355		1,039,495		1,216,000

DEPARTMENT OF AGRICULTURE—Continued

AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE AGRICULTURAL STABILIZATION AND CONSERVATION SERVICE

	1965 actual	1966 estimate	1967 estimate
Grades and ranges:			
Special positions at rates equal to or in excess of \$25,382:			
Administrator.....	1 \$26,000	1 \$26,000	1 \$26,000
GS-18. \$25,382:			
Associate administrator.....	1 24,500	1 25,382	1 25,382
Deputy administrator, commodity operations.....	1 24,500	1 25,382	1 25,382
Deputy administrator, State and county operations.....	1 24,500	1 25,382	1 25,382
GS-17. \$22,217 to \$25,325:			
Assistant to administrator.....	1 23,695	1 24,548	1 24,548
Confidential assistant.....	2 45,140	1 24,548	1 24,548
Deputy administrator, management.....	1 24,445	1 25,325	1 25,325
GS-16. \$19,619 to \$25,043:			
Assistant deputy administrator.....	4 84,910	4 87,968	4 87,968
Assistant to president, Commodity Credit Corporation.....	1 22,210	1 23,009	1 23,009
Director, commodity office.....	4 86,220	3 71,061	3 71,061
Director, data processing center.....	1 19,590	1 20,975	1 20,975
Director, division.....	6 125,400	7 149,537	7 149,537
Director, policy staff.....	7 147,610	7 151,571	7 151,571
GS-15. \$17,055 to \$22,365:			
Agricultural economist.....	1 18,740	1 19,415	1 19,415
Area director.....	6 108,450	6 112,360	6 112,360
Assistant to administrator.....	5 90,280	5 94,125	5 94,125
Assistant to deputy administrator, commodity operations.....	2 38,050	2 39,420	2 39,420
Assistant to deputy administrator, State and county operations.....	3 56,220	3 58,245	3 58,245
Assistant to division director.....	2 36,340	3 54,705	3 55,295
Branch office manager.....	2 39,190	2 39,420	2 39,420
Branch chief.....	6 105,600	6 109,410	5 91,765
Confidential assistant.....	1 16,460	1 17,055	1 17,645
Deputy director commodity office.....	10 181,130	10 188,250	8 152,370
Deputy division director.....	16 303,260	16 313,000	16 313,000
Deputy director, policy staff.....	7 129,470	7 134,135	7 134,135
Director, disaster and defense services staff.....	1 18,170	1 18,825	1 18,825
Director, management field office.....	1 18,740	1 19,415	1 19,415
Director, operations analysis staff.....	1 18,170	1 18,825	1 19,415
Division director.....	8 147,640	8 151,090	8 151,780
Docket control officer.....	1 18,740	1 19,415	1 19,415
Grain marketing specialist.....	1 17,600	1 18,825	1 18,825
GS-14. \$14,680 to \$19,252:			
Accountant.....	9 142,720	9 147,868	9 148,376
Agricultural economist.....	1 16,130	1 16,712	1 16,712
Assistant branch chiefs.....	7 109,970	7 113,936	7 113,936
Assistant branch office manager.....	2 32,260	2 33,424	2 33,424
Assistant to administrator.....	1 16,620	1 17,220	1 17,220
Assistant to director, commodity office.....	9 145,170	8 133,696	8 133,696
Assistant to division director.....	6 96,290	6 99,256	6 99,256
Branch chief.....	18 264,410	17 258,196	17 260,228
Branch office manager.....	1 15,640	1 16,204	1 16,204
Claims examiner.....	1 14,660	1 15,696	1 15,696
Conservation program specialist.....	1 16,130	1 16,712	1 16,712
Coordinator defense services staff.....	2 31,280	2 32,408	2 32,408
Assistant director, MFO.....	1 16,130	1 14,680	1 14,680
Deputy area director.....	6 95,800	6 99,256	6 99,256
Deputy division director.....	7 119,770	8 138,776	8 139,284
Division chief, commodity office.....	23 362,660	22 358,520	21 342,824
Division chief, data processing center.....	1 14,660	1 15,696	1 15,696
Division chief, management field office.....	1 15,150	1 16,204	1 16,204
Information officer.....	2 32,750	2 33,932	2 33,932
Industrial specialist.....	1 17,600	1 18,236	1 18,236
Labor economist.....	1 15,640	1 16,204	1 16,204
Management analysis officer.....	1 14,660	1 15,696	1 15,696
Management analyst.....	4 62,070	4 64,308	4 64,816
Marketing specialist.....	13 203,810	12 194,956	12 195,972
Program specialist.....	13 204,410	13 212,176	13 213,192
Supervisory traffic manager.....	1 14,170	1 15,188	1 15,188
Regional liaison representative.....	1 16,620	1 17,220	1 17,220
Staff assistant.....	14 224,350	14 232,428	14 232,936
State executive director.....	27 402,680	28 432,852	28 435,900
Secretary, contract disputes board.....	1 16,620	1 17,220	1 17,220
GS-13. \$12,510 to \$16,425.....	323 4,239,065	323 4,393,515	323 4,415,265
GS-12. \$10,619 to \$13,931.....	430 4,729,925	501 5,680,391	501 5,695,111
GS-11. \$8,961 to \$11,715.....	573 5,396,440	587 5,249,637	537 5,264,325
GS-10. \$8,184 to \$10,704.....	4 36,190	4 37,276	4 37,276
GS-9. \$7,479 to \$9,765.....	526 4,275,400	546 4,581,628	546 4,584,168
GS-8. \$6,869 to \$8,921.....	56 407,580	56 422,968	56 422,968
GS-7. \$6,269 to \$8,132.....	487 3,323,985	459 3,245,931	459 3,248,415
GS-6. \$5,702 to \$7,430.....	162 1,022,000	160 1,036,160	160 1,036,928
GS-5. \$5,181 to \$6,720.....	678 3,311,525	661 3,955,596	661 3,962,658
GS-4. \$4,641 to \$6,045.....	1,050	1,056	1,046
GS-3. \$4,149 to \$5,409.....	781	720	720
GS-2. \$3,814 to \$4,975.....	81 3,565,795	74 3,414,840	74 3,421,840
GS-1. \$3,501 to \$4,578.....	2 333,370	2 316,034	2 317,324
Grades established by Agency for International Development:			
FC-2. \$19,612 to \$25,382.....	1 22,105	1 22,902	1 22,902
FC-3. \$16,997 to \$22,902.....	3 52,820	4 72,739	4 74,393
FC-4. \$14,685 to \$19,133.....		1 14,685	1 15,120

	1965 actual	1966 estimate	1967 estimate
Ungraded positions at annual rates less than \$14,680.....	66 \$358,177	65 \$352,750	65 \$352,750
Total permanent.....	5,504	5,449	5,435
Pay above the stated annual rate.....	41,869,532	43,321,523	43,269,976
Lapses.....	-256.6	-258.0	-174.0
Positions abolished during the year.....	-1,753,625	-1,544,606	-1,025,940
Net savings due to lower pay scales for part of year.....	64.7	5.7	6.2
Net permanent (average number, net salary):			
United States and possessions.....	5,310.4	5,191.2	5,261.2
Foreign countries.....	40,501,144	41,425,249	42,344,358
United States rates.....	1.7	5.5	6.0
Positions other than permanent:			
Part-time employment.....	30,199	102,312	112,415
Temporary employment.....	5,048	7,814	7,890
Intermittent employment.....	1,114,432	1,127,478	806,928
Other personnel compensation:			
Overtime and holiday pay.....	1,105,011	949,830	959,328
Nightwork differential.....	498,862	447,000	447,000
Post differential and cost-of-living allowance.....	22,504	20,520	20,720
Total, personnel compensation.....	90,608	95,016	95,942
Total, personnel compensation.....	43,367,808	44,175,219	44,794,581

FEDERAL CROP INSURANCE CORPORATION

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE FEDERAL CROP INSURANCE CORPORATION

	1965 actual	1966 estimate	1967 estimate
Grades and ranges:			
Special positions at rates equal to or in excess of \$19,619:			
Manager.....	1 \$24,500	1 \$25,382	1 \$25,382
GS-16. \$19,619 to \$25,043:			
Deputy manager.....	1 20,900	1 21,653	1 22,331
GS-15. \$17,055 to \$22,365:			
Administrative officer.....	1 19,880	1 20,595	1 20,595
Area director.....	4 72,680	4 77,660	4 78,250
Division director.....	5 92,560	6 114,130	6 117,080
GS-14. \$14,680 to \$19,252:			
Administrative officer.....	1 18,090	1 18,744	1 19,252
Assistant division director.....	4 63,050	5 81,020	5 83,052
Branch manager.....	1 16,130	1 16,712	1 17,220
Budget officer.....	1 15,188	1 15,696	1 15,696
Division director.....	2 31,280	1 16,712	1 17,220
Loss adjustment specialist (legal).....	1 16,130	1 16,204	1 16,712
Program operations officer.....	1 15,640	1 16,712	1 16,712
Supervisory accountant.....	1 15,640	1 16,204	1 16,712
Supervisory agriculturist.....	1 15,640	1 16,204	1 16,712
GS-13. \$12,510 to \$16,425.....	46 606,690	48 659,640	48 672,255
GS-12. \$10,619 to \$13,931.....	18 201,540	12 143,252	11 134,105
GS-11. \$8,961 to \$11,715.....	98	115	125
GS-9. \$7,479 to \$9,765.....	51 914,960	1,118,031	1,228,143
GS-8. \$6,869 to \$8,921.....	51 388,555	64 503,802	56 447,272
GS-7. \$6,269 to \$8,132.....	84 545,200	1 7,781	1 7,781
GS-6. \$5,702 to \$7,430.....	12 72,905	96 645,708	95 646,270
GS-5. \$5,181 to \$6,720.....	76 415,475	13 82,958	16 101,984
GS-4. \$4,641 to \$6,045.....	100 500,650	79 448,629	82 473,064
GS-3. \$4,149 to \$5,409.....	85 373,500	98 511,602	94 493,654
GS-2. \$3,814 to \$4,975.....	130 529,231	73 344,177	190 864,190
GS-1. \$3,501 to \$4,578.....	1 3,385	1 3,864	1 3,983
Total permanent.....	692	755	762
Pay above the stated annual rate.....	4,812,480	5,455,591	5,614,373
Lapses.....	-87.9	-75.6	-66.2
Positions abolished during the year.....	-531,107	-550,820	-515,460
Net savings due to lower pay scales for part of year.....	0.6	-1,115	
Net permanent (average number, net salary):			
United States and possessions.....	604.7	679.4	695.8
Positions other than permanent:			
Temporary employment.....	4,297,766	4,859,512	5,119,913
Part-time employment.....	71,108	76,500	76,125
Intermittent employment.....	110,345	155,167	173,974
Other personnel compensation: Overtime and holiday pay.....	2,397,865	2,825,821	2,878,988
Total personnel compensation.....	32,226	41,000	38,000
Total personnel compensation.....	6,909,310	7,958,000	8,287,000
Salaries and wages are distributed as follows:			
Administrative and operating expenses.....	4,881,888	5,367,000	5,644,000
Federal Crop Insurance Corporation Fund.....	2,027,032	2,591,000	2,643,000
Advances and reimbursements.....	390		

DEPARTMENT OF AGRICULTURE—Continued

RURAL ELECTRIFICATION ADMINISTRATION

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE RURAL ELECTRIFICATION ADMINISTRATION

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
Special positions at rates equal to or in excess of \$22,217:						
Administrator.....	1	\$26,000	1	\$26,000	1	\$26,000
GS-17. \$22,217 to \$25,325:						
Deputy administrator.....	1	23,695	1	25,325	1	25,325
GS-16. \$19,619 to \$25,043:						
Assistant administrator.....	3	62,700	3	65,637	3	65,637
Assistant to administrator.....	1	20,245	1	20,975	1	21,653
Director of division.....	1	20,900	1	21,653	1	21,653
GS-15. \$17,055 to \$22,365:						
Area director.....	10	182,270	10	190,020	10	190,610
Assistant director of division.....	2	34,060	2	35,290	2	35,880
Controller.....	1	19,880	1	21,185	1	21,185
Deputy assistant administrator.....	2	36,910	2	38,240	2	38,830
Director of division.....	7	135,740	7	140,625	7	141,215
Legislative consultant.....	1	18,740	1	19,415	1	19,415
Power survey officer.....	1	17,030	1	18,235	1	18,235
Program director.....	1	17,030	1	18,235	1	18,235
Program officer.....	2	37,480	2	39,420	2	39,420
GS-14. \$14,680 to \$19,252:						
Assistant director of division.....	1	14,660	1	15,188	1	15,188
Assistant program director.....						
Branch chief.....	54	850,440	55	901,888	55	903,920
Engineer, architectural.....	1	15,640	1	16,712	1	16,712
Engineer, electrical.....	9	139,290	9	145,836	9	146,344
Engineer, electronic.....	1	14,660	1	15,188	1	15,696
Labor relations advisor.....	1	15,640	1	16,204	1	16,712
Loan reviewer.....	1	15,640	1	16,204	1	16,712
Operations specialist.....	1	15,150				
Program officer.....	2	31,770	2	33,932	2	33,932
Rural area development specialist.....	6	93,350	6	97,224	6	98,748
Technical assistance specialist.....	1	16,130				
GS-13. \$12,510 to \$16,425.....	123		123		123	
	1,633,485		1,703,595		1,710,555	
GS-12. \$10,619 to \$13,931.....	278		278		273	
	3,211,600		3,353,202		3,317,035	
GS-11. \$8,961 to \$11,715.....	119		119		119	
	1,101,035		1,145,613		1,148,979	
GS-9. \$7,479 to \$9,765.....	67	522,205	67	543,511	65	530,585
GS-8. \$6,869 to \$8,921.....	3	22,750	3	23,799	3	24,027
GS-7. \$6,269 to \$8,132.....	103	704,950	103	736,166	103	739,271
GS-6. \$5,702 to \$7,430.....	83	516,300	83	539,314	83	542,002
GS-5. \$5,181 to \$6,720.....	75	410,475	75	427,905	75	429,273
GS-4. \$4,641 to \$6,045.....	53	250,790	53	260,793	53	261,573
GS-3. \$4,149 to \$5,409.....	47	202,005	47	210,263	47	210,823
GS-2. \$3,814 to \$4,975.....	7	25,885	7	26,827	7	26,827
Ungraded positions at hourly rates equivalent to less than \$14,680.....	2	9,235	2	9,235	2	9,235
Total permanent.....	1,072		1,072		1,065	
	10,485,765		10,935,058		10,913,646	
Pay above the stated annual rate.....		37,460		38,340		38,080
Lapses.....	-95.6		-98.8		-113.0	
	-816,461		-945,798		-1,088,871	
Net savings due to lower pay scales for part of year.....				-95,750		
Positions abolished during the year.....	9.0	90,540	8.5	75,200	8.5	75,935
Net permanent (average number, net salary).....	985.4		981.7		960.5	
	9,797,304		10,007,050		9,938,790	
Positions other than permanent: Intermittent employment.....		58,034		35,000		35,000
Other personnel compensation:						
Overtime and holiday pay.....		2,641		3,900		3,900
Post differentials and cost-of-living allowances.....		3,845		5,200		5,200
Total personnel compensation.....		9,861,824		10,051,150		9,982,890
Salaries and wages are distributed as follows:						
Direct obligations.....		9,597,260		9,957,347		9,954,865
Reimbursable obligations.....		264,564		93,803		28,025

FARMERS HOME ADMINISTRATION

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE FARMERS HOME ADMINISTRATION

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
Special positions at rates equal to or in excess of \$25,382:						
Administrator.....	1	\$26,000	1	\$26,000	1	\$26,000
GS-18. \$25,382:						
Deputy administrator.....	1	24,500	1	25,382	1	25,382
GS-17. \$22,217 to \$25,325:						
Assistant administrator.....			1	22,217	1	22,994
GS-16. \$19,619 to \$25,043:						
Assistant administrator.....	5	103,845	5	106,909	5	107,587
Director of division.....	1	20,900	1	22,331	1	22,331
GS-15. \$17,055 to \$22,365:						
Assistant to the administrator.....	2	36,340	1	19,415	1	19,415
Director of division.....	11	195,880	11	203,535	11	204,715
Farm management representative.....	1	16,460	1	17,645	1	18,235
State director.....	6	103,320	6	107,050	6	110,590
GS-14. \$14,680 to \$19,252:						
Agricultural engineer.....	3	45,940	3	49,120	3	50,136
Assistant to the administrator.....	5	76,730	4	61,768	4	63,800
Chief of branch.....	6	90,900	6	94,176	6	97,224
Deputy director of division.....	4	62,070	4	64,308	4	64,816
Foreign nationals officer.....	1	14,660	1	15,696	1	16,204
Information officer.....	1	15,150	1	16,204	1	16,712
Loan funds coordinator.....	1	14,660	1	16,204	1	16,204
Loan officer.....	9	138,800	10	161,024	10	164,072
Program officer.....	3	45,940	2	32,408	2	32,408
Recreation specialist.....	1	15,640	1	16,204	1	16,712
Rural programs adviser.....	1	14,170	1	15,188	1	15,696
State director.....	36	555,690	35	558,504	35	576,284
GS-13. \$12,510 to \$16,425.....	84		103		128	
	1,091,160		1,420,025		1,760,615	
GS-12. \$10,619 to \$13,931.....	126		174		205	
	1,416,505		1,970,524		2,335,805	
GS-11. \$8,961 to \$11,715.....	431		735		785	
	4,212,120		6,940,959		7,519,609	
GS-10. \$8,184 to \$10,704.....	1	8,710				
GS-9. \$7,479 to \$9,765.....	1,506		1,965		2,020	
	12,395,945		16,937,785		17,479,130	
GS-7. \$6,269 to \$8,132.....	830		935		985	
	5,569,850		6,630,695		6,975,195	
GS-6. \$5,702 to \$7,430.....	67	439,945	60	414,448	60	414,448
GS-5. \$5,181 to \$6,720.....	337		475		500	
	1,894,125		2,670,617		2,762,935	
GS-4. \$4,641 to \$6,045.....	1,776		1,814		1,864	
	9,519,345		10,114,678		10,307,398	
GS-3. \$4,149 to \$5,409.....	384		315		265	
	1,732,050		1,480,643		1,266,193	
GS-2. \$3,814 to \$4,975.....	19	72,170	19	78,556	19	81,356
GS-1. \$3,507 to \$4,578.....	1	3,385	1	3,626	1	3,745
Grades established by the Director, Agency for International Development:						
FC-3. \$16,997 to \$22,902:						
Agriculture credit adviser.....	1	17,435	1	18,954	1	18,954
FC-4. \$14,685 to \$19,133:						
Agriculture credit adviser.....	2	31,935	3	48,086	3	48,994
FC-5. \$12,510 to \$16,425.....	8	97,440	8	104,430	8	107,910
FC-6. \$10,659 to \$13,815.....	4	41,160	4	44,076	4	45,508
Ungraded positions at hourly rates equivalent to less than \$14,680.....	7	33,652	7	39,768	7	39,768
Total permanent.....	5,683		6,716		6,952	
	40,194,527		50,569,158		52,855,080	
Pay above stated annual rate.....		156,080		194,499		203,289
Lapses.....	-378.1		-265.6		-429.3	
	-2,764,824		-3,188,960		-5,339,289	
Net savings due to lower pay scales for part of the year.....				-486,634		
Net permanent (average number, net salary).....	5,304.9		6,450.4		6,522.7	
	37,585,783		47,088,063		47,719,080	
Positions other than permanent:						
Temporary employment.....		704,618		852,000		850,540
Part-time employment.....		98,861		80,000		80,000
Intermittent employment.....		695,439		754,000		754,000
Other personnel compensation:						
Overtime and holiday pay.....		52,918		35,750		38,000
Cost-of-living allowance.....		107,675		106,457		105,680
Total personnel compensation.....		39,245,294		48,916,300		49,547,300

DEPARTMENT OF AGRICULTURE—Continued

FARMERS HOME ADMINISTRATION—Continued

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE FARMERS HOME ADMINISTRATION—Con.

	1965 actual	1966 estimate	1967 estimate
Salaries and wages are distributed as follows:			
Salaries and expenses.....	\$33,057,011	\$41,828,000	\$42,579,000
Emergency credit revolving fund.....	3,743,116	3,882,000	3,922,000
State rural rehabilitation funds.....	36,104		
Advances and reimbursements.....	623,822	744,000	669,000
Rural renewal.....	92,837	129,000	129,000
Watershed protection, Soil Conservation Service.....	205,597	448,000	357,000
Flood prevention, Soil Conservation Service.....	21,554	46,500	46,500
Resource conservation and development projects, Soil Conservation Service.....	132,445	102,000	108,000
Timber development organization loans and technical assistance, Forest Service.....		41,800	41,800
Economic opportunity program, Office of Economic Opportunity.....	1,332,808	1,695,000	1,695,000

RURAL COMMUNITY DEVELOPMENT SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO RURAL COMMUNITY DEVELOPMENT SERVICE

	1965 actual	1966 estimate	1967 estimate
Grades and ranges:			
GS-18, \$25,382:			
Administrator.....	1 \$24,500	1 \$25,382	1 \$25,382
GS-17, \$22,217 to \$25,325:			
Deputy administrator.....	1 23,695	1 24,548	1 25,325
GS-15, \$17,055 to \$22,365:			
Assistant administrator—development.....	1 18,170		
Assistant administrator—operations.....	1 19,880		
Assistant to administrator.....			3 58,245
Chief, economic opportunity, health and welfare staff.....			1 19,415
Chief, family farms development staff.....			1 18,825
Chief, housing and community facilities staff.....			1 20,595
Chief, jobs development staff.....		1 18,825	1 20,595
Chief, natural resources conservation and development staff.....			1 20,005
Chief, schools, education and training staff.....			1 17,645
Deputy assistant administrator—development.....	1 18,740		
Deputy assistant administrator—operations.....	1 18,170		
Deputy director, field operations division.....			2 38,830
Deputy director, program operations division.....			2 38,830
Director, field operations division.....			1 19,415
Director, regional development staff.....		1 20,005	1 20,005
Director, program operations division.....			1 19,415
Field representatives.....	3 57,360		
Labor and welfare specialist.....	1 18,170		
State directors.....		8 136,440	11 202,945
GS-14, \$14,680 to \$19,252:			
Assistant to administrator.....		1 14,680	1 15,188
Deputy director, regional development staff.....			1 14,680
Deputy State directors.....		5 73,400	5 73,400
Field representatives.....	3 45,940		
State directors.....		15 226,296	28 423,232
GS-13, \$12,510 to \$16,425.....	5 64,575	4 52,215	47 674,970
GS-12, \$10,619 to \$13,931.....		5 53,095	27 329,033
GS-11, \$8,961 to \$11,715.....			11 111,117
GS-9, \$7,479 to \$9,765.....	4 33,055	2 17,244	3 25,485
GS-7, \$6,269 to \$8,132.....	12 81,800	4 27,353	18 127,332
GS-6, \$5,702 to \$7,430.....			8 52,144
GS-5, \$5,181 to \$6,720.....	1 5,000	11 56,991	22 118,599
GS-4, \$4,641 to \$6,045.....	2 9,260	12 55,692	37 171,717
Total permanent.....	37 438,315	71 802,166	237 2,702,369
Pay above the stated annual rate.....	1,566	2,144	9,515
Lapses.....	-4.3	-21	-17
Net savings due to lower pay scales for part of the year.....	-53,894	-238,882	-228,384
Net permanent (average number, net salary).....	32.7 385,763	50 557,730	220 2,483,500

	1965 actual	1966 estimate	1967 estimate
Positions other than permanent: Intermittent employment.....	\$9,155	\$8,500	\$8,500
Special personal service payments: Payments to other agencies for reimbursable details.....	1,306		
Other personnel compensation: Overtime and holiday pay.....	34		
Total personnel compensation.....	396,258	566,230	2,492,000
Salaries and wages in the foregoing schedule are distributed as follows:			
Salaries and expenses.....	99,431	413,230	2,492,000
Advances and reimbursements.....	296,827	153,000	

OFFICE OF THE INSPECTOR GENERAL

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE OFFICE OF THE INSPECTOR GENERAL

	1965 actual	1966 estimate	1967 estimate
Grades and ranges:			
GS-18, \$25,382:			
Inspector general.....	1 \$24,500	1 \$25,382	1 \$25,382
GS-16, \$19,619 to \$25,043:			
Assistant inspector general.....	1 21,555	1 23,009	1 23,009
GS-15, \$17,055 to \$22,365:			
Assistant to the inspector general.....		1 17,055	1 17,645
Executive assistant.....	1 19,310	1 20,595	1 21,185
Assistant inspector general.....	3 54,510	3 57,065	3 58,245
Program director.....	6 110,730	7 132,365	7 133,545
Regional inspector general.....	7 126,050	7 131,775	7 134,135
GS-14, \$14,680 to \$19,252:			
Inspector.....	43 672,030	42 694,792	42 706,476
GS-13, \$12,510 to \$16,425.....	76 1,010,100	125 1,682,505	126 1,732,425
GS-12, \$10,619 to \$13,931.....	143 1,572,960	141 1,626,815	148 1,726,172
GS-11, \$8,961 to \$11,715.....	180 1,674,115	273 2,583,135	278 2,668,944
GS-9, \$7,479 to \$9,765.....	142 1,096,290	44 385,972	68 571,056
GS-8, \$6,869 to \$8,921.....	1 7,510	1 7,781	1 8,009
GS-7, \$6,269 to \$8,132.....	62 407,900	57 391,488	63 436,140
GS-6, \$5,702 to \$7,430.....	32 191,330	35 217,426	35 220,882
GS-5, \$5,181 to \$6,720.....	56 304,420	66 369,990	55 317,787
GS-4, \$4,641 to \$6,045.....	57 282,960	63 319,059	68 344,448
GS-3, \$4,149 to \$5,409.....	23 98,460	1 4,289	1 4,429
GS-2, \$3,814 to \$4,975.....	12 44,660	2 8,144	2 8,402
GS-1, \$3,507 to \$4,578.....		2 7,014	2 7,252
Total permanent.....	846 7,719,390	873 8,705,656	910 9,165,568
Pay above the stated annual rate.....	28,360	32,000	33,500
Lapses.....	-37.9	-40	-39
Net savings due to lower pay scales for part of year.....	-318,789	-558,087	-519,068
Net permanent (average number, net salary).....	808.1 7,425,436	833 8,101,000	871 8,680,000
Positions other than permanent:			
Temporary employment.....	2,968	4,000	8,000
Intermittent employment.....	628		
Other personnel compensation:			
Overtime and holiday pay.....	9,318	14,000	9,000
Post differentials and cost-of-living allowances.....	1,706	1,000	1,000
Total personnel compensation.....	7,440,056	8,120,000	8,698,000
Salaries and wages are distributed as follows:			
Salaries and expenses.....	7,440,056	8,079,000	8,698,000
Salaries and expenses, General Administration.....		41,000	

OFFICE OF THE GENERAL COUNSEL

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE OFFICE OF THE GENERAL COUNSEL

	1965 actual	1966 estimate	1967 estimate
Grades and ranges:			
Special positions at rates equal to or in excess of \$25,382:			
General counsel.....	1 \$27,000	1 \$27,000	1 \$27,000
GS-18, \$25,382:			
Deputy general counsel.....	1 24,500	1 25,382	1 25,382
GS-16, \$19,619 to \$25,043:			
Assistant general counsel.....	3 65,975	3 68,349	3 70,383
Director, legal division.....	2 42,455	2 44,662	2 45,340

DEPARTMENT OF AGRICULTURE—Continued

OFFICE OF THE GENERAL COUNSEL—Continued

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO THE OFFICE OF THE GENERAL COUNSEL—Continued

	1965 actual	1966 estimate	1967 estimate			
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges—Continued						
GS-15. \$17,055 to \$22,365:						
Attorney.....	8	\$143,080	8	\$150,010	8	\$152,960
Director, legal division.....	7	131,180	7	138,265	7	140,035
Regional attorney.....	8	148,210	8	153,550	8	157,680
Chairman, Board of Forest Appeals.....			1	17,645	1	18,235
GS-14. \$14,680 to \$19,252:						
Attorney.....	53	831,860	51	839,612	51	856,376
Executive assistant to the general counsel.....	1	16,130	1	17,220	1	17,220
GS-13. \$12,510 to \$16,425.....	51	688,905	59	830,745	61	868,380
GS-12. \$10,619 to \$13,931.....	25	274,000	27	309,161	27	315,049
GS-11. \$8,961 to \$11,715.....	30	276,610	20	189,624	20	194,520
GS-9. \$7,479 to \$9,765.....	10	72,690	23	173,795	33	250,363
GS-7. \$6,269 to \$8,132.....	19	128,350	33	222,816	33	224,679
GS-6. \$5,702 to \$7,430.....	28	179,670	30	200,436	30	202,932
GS-5. \$5,181 to \$6,720.....	64	361,745	67	392,955	69	407,934
GS-4. \$4,641 to \$6,045.....	50	243,200	40	205,764	50	255,294
GS-3. \$4,149 to \$5,409.....	17	72,135	29	123,681	29	126,061
GS-2. \$3,814 to \$4,975.....			2	7,628	2	7,628
Total permanent.....	378		413		437	
		3,727,695		4,138,300		4,363,451
Pay above the stated annual rate.....		13,200		14,750		15,400
Lapses.....	-40.7	-297,967	-38.2	-309,954	-40	-402,251
Positions abolished during year.....	3.1	31,189	1.2	12,739		
Net savings due to lower pay scales.....		-1,945		-36,785		
Net permanent (average number, net salary).....	340.4		376		397	
		3,472,172		3,819,050		3,976,600
Positions other than permanent;						
Part-time employment.....		28,794		29,750		30,000
Intermittent employment.....		894		1,500		1,500
Other personnel compensation:						
Overtime and holiday pay.....		512		600		600
Post differentials and cost of living allowances.....		3,186		3,000		3,000
Total personnel compensation.....		3,505,558		3,853,900		4,011,700
Salaries and wages are distributed as follows;						
Salaries and expenses.....		3,453,448		3,733,000		3,775,000
Advances and reimbursements.....				23,600		169,000
Emergency credit revolving fund, Farmers Home Administration.....		20,405		20,500		20,700
Expenses, Agricultural Stabilization and Conservation Service.....		31,705		71,800		47,000

OFFICE OF INFORMATION

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO OFFICE OF INFORMATION

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
GS-17. \$22,217 to \$25,325: Director of information	1	\$23,695	1	\$24,548	1	\$25,325
GS-16. \$19,619 to \$25,043: Deputy director of information	1	19,590	1	20,975	1	21,653
GS-15. \$17,055 to \$22,365: Assistant director of information	1	19,880	1	20,595	1	21,185
Public information officer			1	18,825	1	18,825
GS-14. \$14,680 to \$19,252: Chief of division	8	129,530	7	119,016	7	118,000
Editor of yearbook	1	14,170	1	15,188	1	15,696
Executive assistant to the director	1	16,130	1	17,220	1	17,220
Public information officer	1	14,660	1	15,188	1	15,696
GS-13. \$12,510 to \$16,425	22	287,070	23	312,960	24	328,080
GS-12. \$10,619 to \$13,931	31	338,340	30	346,906	31	364,517
GS-11. \$8,961 to \$11,715	16	146,955	15	146,349	15	148,491
GS-9. \$7,479 to \$9,765	29	225,550	29	236,703	30	246,214
GS-7. \$6,269 to \$8,132	35	233,950	34	237,158	34	239,228
GS-6. \$5,702 to \$7,430	11	71,285	12	80,328	12	79,176
GS-5. \$5,181 to \$6,720	31	171,500	31	177,711	31	179,250

	1965 actual	1966 estimate	1967 estimate			
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges—Continued						
GS-4. \$4,641 to \$6,045.....	37	\$181,210	38	\$194,766	39	\$198,783
GS-3. \$4,149 to \$5,409.....	20	87,930	20	90,960	20	91,940
GS-2. \$3,814 to \$4,975.....	7	26,260	7	27,601	7	27,988
Ungraded positions at hourly rates equivalent to less than \$14,680.....	7	40,364	7	40,364	7	40,364
Total permanent.....	260	2,048,069	260	2,143,361	264	2,197,631
Pay above the stated annual rate.....		7,115		7,450		7,715
Lapses.....	-25	-197,218	-21	-186,774	-22	-191,696
Net savings due to lower pay scales for part of year.....		-989		-19,612		-----
Net permanent (average number, net salary).....	235	1,856,977	239	1,944,425	242	2,013,650
Positions other than permanent: Intermittent employment.....		1,656		-----		-----
Special personal services payments: Excess of annual leave earned over leave taken.....		5,886		4,000		4,000
Other personnel compensation: Overtime and holiday pay.....		23,832		19,000		10,000
Total personnel compensation.....		1,888,351		1,967,425		2,027,650
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Salaries and wages are distributed as follows:						
Salaries and expenses.....		892,954		942,290		1,004,600
Advances and reimbursements.....		59,635		53,260		40,820
Salaries and expenses, A.R.S.....		6,793		17,000		17,000
Great Plains conservation program, SCS.....		7,849		9,000		10,000
Working capital fund, Department of Agriculture.....		921,120		945,875		955,230

NATIONAL AGRICULTURAL LIBRARY

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION FUNDS AVAILABLE TO NATIONAL AGRICULTURAL LIBRARY

	1965 actual		1966 estimate		1967 estimate	
	Num- ber	Total salary	Num- ber	Total salary	Num- ber	Total salary
Grades and ranges:						
GS-16. \$19,619 to \$25,043:						
Director.....	1	\$21,555	1	\$22,331	1	\$23,009
GS-14. \$14,680 to \$19,252:						
Assistant director.....	4	62,070	4	63,292	4	65,324
Library systems specialist.....			1	15,188	1	15,696
GS-13. \$12,510 to \$16,425.....	10	127,890	10	132,060	11	148,920
GS-12. \$10,619 to \$13,931.....	7	73,525	10	110,238	12	134,788
GS-11. \$8,961 to \$11,715.....	30	277,790	32	309,702	42	406,044
GS-9. \$7,479 to \$9,765.....	30	233,750	26	210,456	28	228,716
GS-7. \$6,269 to \$8,132.....	11	76,350	13	91,640	14	99,151
GS-6. \$5,702 to \$7,430.....	6	39,135	6	40,932	6	41,316
GS-5. \$5,181 to \$6,720.....	27	154,305	30	177,318	33	195,597
GS-4. \$4,641 to \$6,045.....	36	177,030	33	172,029	36	188,292
GS-3. \$4,149 to \$5,409.....	34	140,895	32	137,808	39	169,931
GS-2. \$3,814 to \$4,975.....	17	62,560	10	38,398	12	46,929
Ungraded positions at rates equivalent to less than \$14,680.....	2	5,200				
Total permanent.....	215	1,452,055	208	1,521,392	239	1,763,713
Pay above the stated annual rate.....		4,799		5,797		6,552
Lapses.....	-38.7	-231,676	-32.6	-212,614	-33.3	-241,665
Net savings due to lower pay scales for part of year.....		-599		-12,275		
Net permanent (average number, net salary).....	176.3	1,224,579	175.4	1,302,300	205.7	1,528,600
Positions other than permanent: Temporary employment.....		8,167		13,000		8,000
Special personal service payments: Payments to other agencies for reimbursable details.....		9,743				
Excess of annual leave taken over leave earned.....		-432				
Other personnel compensation: Overtime and holiday pay.....		2,379		1,000		1,000
Total personnel compensation.....		1,244,436		1,316,300		1,537,600
Salaries and wages are distributed as follows:						
Salaries and expenses.....		1,149,393		1,269,000		1,391,000
Advances and reimbursements.....		69,147		19,500		117,900
Working capital fund, Department of Agriculture.....		25,896		27,800		28,700

DEPARTMENT OF AGRICULTURE—Continued

OFFICE OF MANAGEMENT SERVICES

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO OFFICE OF MANAGEMENT SERVICES

	1965 actual		1966 estimate		1967 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges:						
GS-16. \$19,619 to \$25,043:						
Director	1	\$20,900	1	\$21,653	1	\$22,331
GS-15. \$17,055 to \$22,365:						
Division chief	4	72,680	4	75,300	4	77,660
GS-14. \$14,680 to \$19,252:						
Assistant to director	1	15,150	1	16,204	1	16,204
Deputy division chief	2	31,280	2	33,424	2	33,932
Assistant to division chief	1	15,640	1	16,204	1	16,712
Branch chief	10	150,030	10	159,500	10	163,056
Information specialist	1	14,660	1	15,696	1	16,204
GS-13. \$12,510 to \$16,425:						
GS-12. \$10,619 to \$13,931:						
GS-11. \$8,961 to \$11,715:						
GS-9. \$7,479 to \$9,765:						
GS-7. \$6,269 to \$8,132:						
GS-6. \$5,702 to \$7,430:						
GS-5. \$5,181 to \$6,720:						
GS-4. \$4,641 to \$6,045:						
GS-3. \$4,149 to \$5,409:						
GS-2. \$3,814 to \$4,975:						
GS-1. \$3,507 to \$4,578:						
Ungraded positions at hourly rates equivalent to less than \$14,680	10	46,572	10	48,090	10	48,090
Total permanent	374	2,627,702	375	2,777,017	397	2,968,731
Pay above the stated annual rate		9,359		9,500		9,500
Lapses	-35.7	-199,487	-39	-267,455	-39	-310,231
Positions abolished during the year			4	19,038		
Net savings due to lower pay scales for part of year		-1,100		-26,100		
Net permanent (average number, net salary)	338.3	2,436,474	340	2,512,000	358	2,668,000
Positions other than permanent: Part-time employment		6,228		7,000		7,000
Other personnel compensation: Overtime and holiday pay		23,898		25,000		25,000
Total personnel compensation		2,466,600		2,544,000		2,700,000

GENERAL ADMINISTRATION

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID FROM FUNDS AVAILABLE TO GENERAL ADMINISTRATION

	1965 actual		1966 estimate		1967 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges:						
Special positions at rates equal to or in excess of \$25,382:						
Secretary of Agriculture	1	\$35,000	1	\$35,000	1	\$35,000
Under secretary of Agriculture	1	28,500	1	28,500	1	28,500
Assistant Secretary of Agriculture	3	81,000	3	81,000	3	81,000
Assistant secretary for administration	1	26,000	1	26,000	1	26,000
Director, agricultural economics	1	26,000	1	26,000	1	26,000
Director, science and education	1	26,000	1	26,000	1	26,000
GS-18. \$25,382:						
Confidential assistant to the secretary	1	24,500	1	25,382	1	25,382
Confidential assistant to the under secretary	1	24,500	1	25,382	1	25,382
Executive assistant, chief of staff	1	24,500	1	25,382	1	25,382
GS-17. \$22,217 to \$25,325:						
Assistant to the Secretary	2	42,890	1	22,994	1	23,771
Director of finance and budget officer	1	24,445	1	25,325	1	25,325
Director, management appraisal and systems development	1	23,695	1	24,548	1	24,548
Director of personnel	1	24,445	1	25,325	1	25,325
Director of plant and operations	1	22,945	1	24,548	1	24,548
Judicial officer	1	24,445	1	25,325	1	25,325
GS-16. \$19,619 to \$25,043:						
Assistant to the secretary	3	59,425	3	62,925	3	64,959
Assistant director management appraisal and systems development	1	20,900	1	21,653	1	21,653
Deputy assistant secretary	3	62,045	3	65,637	3	65,637
Deputy director, budget and finance	1	20,900	1	22,331	1	22,331
Deputy director of personnel	1	21,555	1	23,009	1	23,009
Hearing examiner	5	108,430	5	113,011	5	113,011
Pesticides coordinator	1	18,935	1	19,619	1	20,297
GS-15. \$17,055 to \$22,365:						
Administrative assistant	3	55,080	4	74,710	4	75,890
Assistant director of budget and finance	1	19,310	1	20,595	1	20,595
Assistant director of personnel	1	18,740	1	19,415	1	19,415
Assistant director of plant and operations	3	54,510	3	57,655	3	58,245
Assistant to the director of budget and finance	2	36,340	2	37,650	2	37,650
Assistant to the judicial officer	1	18,170	1	19,415	1	19,415
Assistant to pesticides coordinator			1	17,055	1	17,055

	1965 actual		1966 estimate		1967 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges—Continued						
GS-15. \$17,055 to \$22,365—Continued						
Chief of division, budget and finance	1	\$18,170	1	\$18,825	1	\$19,415
Director, management data service center	1	18,170	1	18,825	1	19,415
Management analyst	3	51,090	3	54,115	3	54,705
Medical officer	1	20,450	1	21,185	1	21,185
Personnel management specialist	1	18,170	1	18,825	1	19,415
GS-14. \$14,680 to \$19,252:						
Administrative assistant	7	110,950	8	130,140	8	128,616
Administrative officer	1	17,600	1	18,236	1	18,236
Assistant director, management data service center	1	14,170				
Assistant chief of division, budget and finance	2	28,340	2	29,868	2	30,376
Assistant to the director, management data service center	1	15,150	1	16,204	1	16,204
Assistant to the director of personnel	4	63,540	2	33,424	3	48,104
Chief of division, budget and finance	3	51,330	3	54,200	3	54,200
Chief of division, management data service center	3	44,960	3	47,596	3	48,612
Chief of division, personnel	5	78,690	5	81,020	5	81,020
Chief of division, plant and operations	5	79,180	6	99,256	6	100,780
Compliance officer			1	16,712	1	17,220
Management analyst	2	29,810	3	46,580	3	47,088
Medical officer			1	16,712		
Program and budget examiner	3	44,960	3	46,580	3	47,596
Systems analyst	1	14,660	1	15,696	1	16,204
GS-13. \$12,510 to \$16,425:						
GS-12. \$10,619 to \$13,931:						
GS-11. \$8,961 to \$11,715:						
GS-10. \$8,134 to \$10,704:						
GS-9. \$7,479 to \$9,765:						
GS-8. \$6,869 to \$8,921:						
GS-7. \$6,269 to \$8,132:						
GS-6. \$5,702 to \$7,430:						
GS-5. \$5,181 to \$6,720:						
GS-4. \$4,641 to \$6,045:						
GS-3. \$4,149 to \$5,409:						
GS-2. \$3,814 to \$4,975:						
GS-1. \$3,507 to \$4,578:						
Ungraded positions at hourly rates equivalent to less than \$14,680	100	590,766	107	617,205	107	617,663
Total permanent	715	5,762,511	737	6,224,711	743	6,308,721
Pay above the stated annual rate		19,825		23,863		24,209
Lapses	-98	-607,161	-36	-289,954	-38	-366,299
Net savings due to lower pay scales for part of year		-3,489		-51,295		
Net permanent (average number, net salary)	617	5,171,686	701	5,907,325	705	5,966,631
Positions other than permanent:						
Temporary employment		42,895		25,000		25,000
Intermittent employment		211,735		115,000		115,000
Add excess of annual leave over leave taken		50,683				
Other personnel compensation:						
Overtime and holiday pay		291,765		121,500		121,500
Nightwork differential		3,869		2,500		2,500
Total personnel compensation		5,772,633		6,171,325		6,230,631

Salaries and wages are distributed as follows:			
Salaries and expenses	3,027,789	3,373,177	3,454,436
Advances and reimbursements	38,865	49,463	21,392
Working capital fund	2,702,685	2,700,023	2,705,473
Allocation from salaries and expenses, Agricultural Research Service	3,294	48,662	49,330

UNDISTRIBUTED AID PROGRAM IN DEPARTMENT

ADVANCES AND REIMBURSEMENTS

	1965 actual		1966 estimate		1967 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges:						
Grades established by the Director, Agency for International Development:						
FC-1. \$22,244 to \$25,382:						
Agricultural specialist			1	\$22,244	1	\$22,902
FC-2. \$19,612 to \$25,382:						
Agricultural specialist			4	78,448	5	100,692
FC-3. \$16,997 to \$22,902:						
Agricultural specialist			15	254,955	15	262,965
FC-4. \$14,685 to \$19,133:			34	499,290	34	507,990
FC-5. \$12,510 to \$16,425:			61	763,110	95	1,210,200
FC-6. \$10,659 to \$13,815:			25	266,475	40	429,600
FC-7. \$9,069 to \$11,735:			10	90,690	10	92,010
Total permanent			150	1,975,212	200	2,626,359
Lapses			-90	-1,184,082	-25	-325,359
Net savings due to lower pay scales for part of year				-18,930		
Net permanent (average number; net salary): Foreign countries: U.S. rates			60	772,200	175	2,301,000
Total personnel compensation				772,200		2,301,000

DEPARTMENT OF AGRICULTURE—Continued

FOREST SERVICE

CONSOLIDATED SCHEDULE OF PERSONNEL COMPENSATION PAID
FROM FUNDS AVAILABLE TO THE FOREST SERVICE

	1965 actual		1966 estimate		1967 estimate	
FOREST SERVICE	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges:						
Special positions at rates equal to or in excess of \$25,382:						
Chief.....	1	\$26,000	1	\$26,000	1	\$26,000
GS-18. \$25,382:						
Deputy chief.....	2	49,000	2	50,764	2	50,764
GS-17. \$22,217 to \$25,325:						
Associate deputy chief.....	2	46,640	2	49,096	2	49,873
Deputy chief.....	4	92,530	4	98,192	4	98,969
GS-16. \$19,619 to \$25,043:						
Associate deputy chief.....	2	42,455	2	45,340	2	45,340
Chemical engineer.....	1	20,900	1	22,331	1	22,331
Division director.....	5	105,810	5	110,977	5	112,333
Regional forester.....	9	191,375	9	199,623	9	201,657
GS-15. \$17,055 to \$22,365:						
Assistant regional forester.....	10	171,440	10	183,530	12	220,000
Assistant to the chief.....	1	17,030	1	18,235	1	18,825
Associate deputy chief.....	1	18,740	1	20,005	1	20,005
Chemist.....	2	35,200	1	20,005	1	20,005
Civil engineer.....	3	49,380	2	35,880	2	37,060
Deputy regional forester.....	7	120,920	6	110,590	6	112,360
Director, forest experiment station.....	9	169,230	8	160,040	8	161,810
Division director.....	20	357,130	20	378,860	20	381,220
Engineer.....	3	52,230	4	71,760	4	72,350
Entomologist.....	1	18,740	1	19,415	1	20,005
Forest products technologist.....	3	53,940	4	74,120	4	75,300
Forester.....	11	190,180	7	130,005	9	166,475
Mathematical statistician.....	1	17,030	1	18,235	1	18,825
Meteorologist.....	1	17,030	1	17,055	1	17,645
Plant pathologist.....	2	36,910	2	38,240	2	38,830
Project leader, fire control study.....	1	16,460				
Range scientist.....	1	18,740	1	19,415	1	20,005
Regional engineer.....	1	18,740	1	20,005	1	20,005
Regional forester.....	1	17,600	1	18,825	1	18,825
Research forester.....	9	157,830	7	132,955	9	168,825
GS-14. \$14,680 to \$19,252:						
Accountant.....	4	61,090	4	64,816	4	64,816
Administrative officer.....	3	44,960	2	32,408	2	32,916
Air operations officer.....	1	15,640	1	16,204	1	16,712
Assistant director, forest experiment station.....	43	677,420	45	742,845	45	747,925
Assistant project leader, fire control study.....	1	14,170				
Assistant regional forester.....	69		65		65	
		1,091,265		1,078,103		1,083,183
Biologist.....	1	14,170				
Budget officer.....	1	15,640	1	16,712	1	16,712
Chemical engineer.....	4	60,110	3	48,612	3	49,120
Chemist.....	3	47,410	3	52,165	3	53,181
Civil engineer.....	7	108,500	6	96,204	6	97,220
Digital computer systems administrator.....	1	15,150	1	16,204	1	16,204
Director, forest experiment station.....	1	15,640	1	16,204	1	16,712
Director, tropical forestry.....	1	16,130	1	16,712	1	17,220
Division director.....	1	14,660				
Editor.....	1	16,130	1	16,712	1	17,220
Educationalist.....	2	29,810	2	31,392	2	31,900
Electronics engineer.....	1	17,110	1	18,236	1	18,236
Employee development officer.....	1	14,660	1	15,696	1	16,204
Engineer.....	11	162,240	11	178,236	11	179,760
Entomologist.....	11	170,570	9	146,846	9	148,370
Forest economist.....	1	15,640	1	16,712	1	16,712
Forest products technologist.....	13	197,440	10	164,064	10	165,080
Forest supervisor.....	28	417,830	28	442,449	28	444,989
Forester.....	58	871,350	33	552,470	33	557,550
Geneticist.....					1	15,696
Management analysis officer.....	4	62,070	4	65,832	4	66,340
Mathematical statistician.....	3	46,920	3	48,612	3	49,120
Mechanical engineer.....	2	31,770	2	32,916	2	33,424
Meteorologist.....	2	29,810	1	16,204	1	16,712
Microbiologist.....	1	14,170	1	15,188	1	15,696
Office services manager.....	1	15,640	1	16,712	1	16,712
Personnel officer.....	5	77,220	4	65,832	4	66,340
Physicist.....	1	15,150	1	16,204	1	16,204
Plant pathologist.....	10	152,970	8	127,091	8	128,107
Plant physiologist.....	2	29,320	2	31,392	2	31,900
Plant taxonomist.....	1	15,640	1	16,204	1	16,712
Procurement officer.....	1	14,660	1	15,696	1	16,204
Property management officer.....	1	15,640	1	14,680	1	15,188
Public information specialist.....	7	108,990	7	114,440	7	115,456
Range scientist.....	6	88,940	2	32,408	2	32,916
Regional engineer.....	9	142,230	8	134,196	8	135,720
Regional fiscal agent.....	9	143,700	9	151,923	9	152,939
Research forester.....	25	379,730	25	403,554	27	433,930
Sign program coordinator.....	1	15,640	1	16,712	1	16,712
Social science analyst.....					1	15,696
Soil scientist.....	2	30,790	2	32,408	3	47,596
GS-13. \$12,510 to \$16,425.....	746		851		837	
		9,824,122		11,575,122		11,667,264
GS-12. \$10,619 to \$13,931.....	1,564		1,784		1,797	
		17,362,100		20,429,951		20,785,817
GS-11. \$8,961 to \$11,715.....	2,337		2,635		2,665	
		21,904,092		25,638,317		26,112,978
GS-10. \$8,184 to \$10,704.....	16		17		17	
		144,760		156,830		158,384
GS-9. \$7,479 to \$9,765.....	3,118		3,514		3,523	
		24,339,835		28,478,578		28,777,893
GS-8. \$6,869 to \$8,921.....	42		44		44	
		318,940		341,636		345,780
GS-7. \$6,269 to \$8,132.....	3,587		3,913		3,929	
		23,474,000		26,736,970		26,843,519

	1965 actual		1966 estimate		1967 estimate	
	Num-ber	Total salary	Num-ber	Total salary	Num-ber	Total salary
Grades and ranges—Continued						
GS-6. \$5,702 to \$7,430.....	382	\$2,361,445	419	\$2,804,601	433	\$2,894,806
GS-5. \$5,181 to \$6,720.....	2,724	14,946,675	3,138	17,881,855	3,184	18,184,277
GS-4. \$4,641 to \$6,045.....	2,614	12,877,099	2,922	15,186,473	2,996	15,555,293
GS-3. \$4,149 to \$5,409.....	1,889	8,249,294	1,984	9,086,395	2,061	9,417,277
GS-2. \$3,814 to \$4,975.....	263	1,010,097	325	1,303,018	332	1,345,245
GS-1. \$3,507 to \$4,578.....	4	14,000	5	18,368	5	18,725
Grades established by act of June 20, 1958 (72 Stat. 213) and act of September 23, 1959 (73 Stat. 651):						
Director, forest products laboratory.....	1	21,555	1	22,331	1	22,331
Forest products technologist.....	1	21,555	1	22,331	1	22,331
Physical chemist.....	1	21,555	2	44,662	2	44,662
Research forester.....	1	21,555	1	22,331	1	22,331
Public administration adviser grades established by the Administrator: Agency for International Development:						
FC-5. \$12,510 to \$16,425.....			1	13,815	1	13,815
FC-6. \$10,659 to \$13,815.....			1	11,735	1	11,735
Ungraded positions at annual rates less than \$14,680.....	917	4,671,087	1,144	5,864,000	1,178	6,038,000
Ungraded positions at hourly rates equivalent to less than \$14,680.....	800	5,099,718	892	5,711,050	920	5,891,000
Total permanent.....	21,481	154,351,399	24,013	178,588,073	24,358	181,652,367
Pay above the stated annual rate.....		529,614		625,000		650,000
Lapses.....	-3,015.1	-18,897,869	-2,419.4	-13,675,308	-2,531.4	-14,576,967
Positions abolished during the year.....	255.5	1,466,560	271.1	1,531,235	296.1	1,664,600
Net savings due to lower pay scales for part of the year.....		-420,329		-1,600,000		
Net permanent (average number, net salary).....	18,721.4	137,029,375	21,864.7	165,469,000	22,122.7	169,390,000
Positions other than permanent:						
Temporary employment.....	28,862,249		31,100,000		30,750,000	
Part-time employment.....	2,731,844		2,975,000		2,943,000	
Intermittent employment.....	17,893,821		19,040,000		18,825,000	
Special personal service payments:						
Compensation of casual workers.....	1,717,786		447,000		443,000	
Compensation of prison inmates.....	14,440		16,000		16,000	
Payments to other agencies for reimbursable details.....	33,730		31,000		31,000	
Other personnel compensation:						
Overtime and holiday pay.....	7,193,028		5,436,000		5,377,000	
Nightwork differential.....	65,928		76,000		80,000	
Post differentials and cost-of-living allowances.....	549,450		600,000		600,000	
Total personnel compensation, Forest Service.....	196,091,651		225,190,000		228,455,000	
Salaries and wages are distributed as follows:						
Forest protection and utilization.....	123,515,989		130,526,000		133,400,000	
Forest roads and trails.....	36,658,485		43,048,000		40,591,000	
Access roads.....	64					
Acquisition of lands for national forests, Wasatch National Forest.....	8,305		8,000			
Acquisition of lands for national forests, special acts.....	3,113		6,000		6,000	
Acquisition of lands for national forests, Superior National Forest.....	24,090		19,000			
Acquisition of lands for national forests, Uinta National Forest.....					8,000	
Assistance to States for tree planting.....	112,052		123,000		125,000	
Timber development organization loans and technical assistance.....			10,000		10,000	
Expenses, brush disposal.....	5,728,900		5,864,000		5,926,000	
Other Forest Service permanent appropriations.....	15,845		48,000		50,000	
Working capital fund, Forest Service.....	7,358,370		7,423,000		7,733,000	
Advances and reimbursements.....	2,248,116		2,714,000		2,650,000	
Forest Service trust funds.....	14,437,363		14,737,000		14,617,000	
Allotment from—						
Flood prevention, Soil Conservation Service.....	2,333,231		2,075,000		2,100,000	
Watershed protection, Soil Conservation Service.....	372,413		709,000		939,000	
Watershed planning, Soil Conservation Service.....	274,690		305,000		313,000	
Great Plains conservation program, Soil Conservation Service.....	18,746		9,000			
Resource conservation and development, Soil Conservation Service.....	6,598		15,000		19,000	
Expenses, Agricultural Stabilization and Conservation Service.....	119,352		121,000		124,000	
Oregon and California grant lands, Bureau of Land Management, Department of the Interior.....	58,175		43,000		44,000	
Land and water conservation fund, Bureau of Outdoor Recreation, Department of the Interior.....			1,251,000		1,453,000	
Economic Opportunity Program, Office of Economic Opportunity.....	2,753,647		16,070,000		18,347,000	
Construction, General, Corps of Engineers.....	46,107		66,000			

ANNEXED BUDGETS

DEPARTMENT OF AGRICULTURE

CONSUMER AND MARKETING SERVICE

MILK MARKET ORDERS ASSESSMENT FUND

Program and Financing (in thousands of dollars) ¹

	1965 actual	1966 estimate	1967 estimate
Program by activities:			
1. Administration.....	11,020	11,120	11,220
2. Marketing service.....	1,929	1,700	1,600
10 Total obligations.....	12,949	12,820	12,820
Financing:			
14 Receipts and reimbursements from:			
Non-Federal sources:			
Administration: Revenue.....	-10,769	-10,945	-11,045
Marketing service: Revenue.....	-1,916	-1,675	-1,580
Nonoperating: Interest revenue.....	-199	-200	-195
21.98 Unobligated balance available, start of year.....	-7,567	-7,502	-7,502
24.98 Unobligated balance available, end of year.....	7,502	7,502	7,502
New obligational authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	12,949	12,820	12,820
70 Receipts and other offsets (items 11-17).....	-12,884	-12,820	-12,820
71 Obligations affecting expenditures.....	65		
72.98 Obligated balance, start of year.....	1,020	1,100	1,100
74.98 Obligated balance, end of year.....	-1,100	-1,100	-1,100
90 Expenditures (not included under trust fund expenditures).....	-15		
Cash transactions:			
93 Gross expenditures.....	12,894	12,820	12,820
94 Applicable receipts.....	-12,909	-12,820	-12,820

¹ Administrative fund totals are comprised of 75 separate independent order accounts. The Marketing service fund totals are comprised of 67 separate independent order accounts.

The Secretary of Agriculture is authorized by the Agricultural Marketing Agreement Act of 1937, as amended—under certain conditions—to issue Federal milk marketing orders establishing minimum prices which handlers are required to pay for milk purchased from producers.

Market administrators are responsible for carrying out locally the terms of specific marketing orders. Their operating expenses, partly financed by assessments on regulated handlers, and partly by deductions from producers, are reported in these schedules. These funds are collected locally, deposited in local banks and disbursed directly by the market administrator.

Each milk order is administered locally by a market administrator who is appointed by the Secretary. His staff is employed directly by the market administrator.

The activities conducted in the local office are concerned primarily with monthly computations and public an-

nouncement of class and uniform blend prices, associated butterfat differentials and with examination of handlers records and facilities to verify their reports and payments to producers and in checking weights and tests of producers milk.

The expenses of each local office are met from an administrative fund and a marketing service fund which are prescribed in each order. The administrative fund is derived from prorated handler assessments. The marketing service fund of the individual order provides for the expense of disseminating market information to producers who are not members of a qualified cooperative. It also provides for the verification of the weights, sampling and testing of milk from these producers. The cost of these services is borne by such producers.

The maximum rates for administrative assessment and for marketing services are set forth in each order and adjustments below these rates are made from time to time upon recommendations by the market administrator and approval of the Consumer and Marketing Service to provide reserves at about a 6-month operating level. Upon termination of any order the statute provides for distributing the proceeds from net assets pro rata to contributing handlers or producers, as the case may be.

Milk sold by regulated handlers supplied about 100 million persons—60% of the total nonfarm population—during calendar year 1964.

The following table gives an indication of the growing role of Federal orders on the marketing of milk over the past few calendar years.

	1960	1961	1962	1963	1964
Population of market areas (millions).....	88.9	93.8	97.4	100.1	99.6
Producer deliveries (billion pounds).....	44.812	48.803	51.648	52.860	54.405
Producer deliveries used in Class I (billion pounds).....	28.758	29.859	31.606	32.964	33.951
Number of producers.....	189,816	192,947	186,468	176,477	167,990

Revenue, Expense, and Retained Earnings (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
Administrative fund:			
Revenue.....	10,769	10,945	11,045
Expense.....	11,020	11,120	11,220
Net operating loss, administrative fund..	-251	-175	-175
Marketing service fund:			
Revenue.....	1,916	1,675	1,580
Expense.....	1,929	1,700	1,600
Net operating loss, marketing service fund.....	-13	-25	-20
Nonoperating income: Interest revenue.....	199	200	195
Net income for the year.....	-65		
Analysis of retained earnings:			
Retained earnings, start of year.....	7,567	7,502	7,502
Retained earnings, end of year.....	7,502	7,502	7,502

DEPARTMENT OF AGRICULTURE—Continued**CONSUMER AND MARKETING SERVICE—Continued****MILK MARKET ORDERS ASSESSMENT FUND—Continued****Financial Condition (in thousands of dollars)**

	1964 actual	1965 actual	1966 estimate	1967 estimate
Assets:				
Cash in banks.....	6,162	6,395	6,302	6,302
U.S. securities (current redemption value).....	2,425	2,207	2,300	2,300
Accounts receivable, net.....	253	228	228	228
Total assets.....	8,840	8,830	8,830	8,830
Liabilities:				
Current.....	1,273	1,328	1,328	1,328
Equity:				
Retained earnings (reserved).....	7,567	7,502	7,502	7,502

Analysis of Government Equity (in thousands of dollars)

Government equity (unobligated balance)....	7,567	7,502	7,502	7,502
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Object Classification (in thousands of dollars)

	1965 actual	1966 estimate	1967 estimate
11.1 Personnel compensation.....	9,230	9,420	9,600
12.0 Personnel benefits.....	630	640	660
21.0 Travel and transportation of persons.....	887	820	740
23.0 Rent, communications, and utilities.....	1,091	1,000	900
25.1 Other services.....	89	80	80
25.2 Services of other agencies.....	69	60	60
26.0 Supplies and materials.....	334	300	280
31.0 Equipment.....	169	100	100
92.0 Undistributed:			
Testing and weighing expenses.....	373	360	360
Miscellaneous.....	77	40	40
99.0 Total obligations.....	12,949	12,820	12,820

Personnel Summary ¹

Total number of permanent positions.....	1,160	1,184	1,184
Full-time equivalent of other positions.....	31	31	31
Average number of all employees.....	1,016	1,040	1,040
Average salary, grades recommended by Consumer and Marketing Service.....	\$7,689	\$7,864	\$8,039

¹ Excludes New York-New Jersey order operated under Federal and State orders. Includes staff for 75 separate orders.

TREASURY DEPARTMENT**OFFICE OF THE COMPTROLLER OF THE CURRENCY****ASSESSMENT FUNDS****Program and Financing (in thousands of dollars)**

	1965 actual	1966 estimate	1967 estimate
Program by activities:			
Operation costs, provided:			
Supervision of national banks.....	17,019	18,632	19,593
Issue and redemption of Federal Reserve currency.....	340	340	340
Total, operating costs, Federal.....	17,359	18,972	19,933
Change in selected resources ¹	8	8	-5
10 Total obligations.....	17,367	18,980	19,928

Program and Financing (in thousands of dollars)—Continued

	1965 actual	1966 estimate	1967 estimate
Financing:			
14 Receipts and reimbursements from:			
Non-Federal sources:			
Assessments (net).....	-16,034	-16,840	-17,905
Trust examinations.....	-1,198	-1,325	-1,500
Merger and consolidation fees.....	-51	-42	-45
Investigations.....	-443	-500	-500
Reports sold.....	-478	-510	-515
Manuals and publications sold.....	-47	-38	-30
Other.....	-61	-42	-48
Reimbursement for issue and redemption of Federal currency.....	-305	-305	-305
Investment income.....	-478	-517	-532
21.98 Unobligated balance available, start of year.....	-4,145	-5,874	-7,013
24.98 Unobligated balance available, end of year.....	5,874	7,013	8,465
New obligational authority.....			
Relation of obligations to expenditures:			
10 Total obligations.....	17,367	18,980	19,928
70 Receipts and other offsets (items 11-17).....	-19,095	-20,119	-21,380
71 Obligations affecting expenditures.....	-1,728	-1,139	-1,452
72.98 Obligated balance, start of year.....	1,604	1,695	1,699
74.98 Obligated balance, end of year.....	-1,695	-1,699	-1,706
90 Expenditures (not identified under trust funds).....	-1,819	-1,143	-1,459
Cash transactions:			
93 Gross expenditures.....	17,276	18,976	19,921
94 Applicable receipts.....	-19,095	-20,119	-21,380

¹ Balances of selected resources are identified on the statement of financial condition.

The Office of the Comptroller of the Currency, the administrator of national banks, was established by the National Bank Act of 1863 (12 U.S.C. 1 et seq., 12 Stat. 665). That act provided for the chartering and supervision of a banking system by this Federal agency and thus created the unique American "dual banking system" of Federal- and State-chartered banks.

The administrator of national banks is empowered by law to issue charters to new banking institutions which choose to operate under Federal law. Each approval or disapproval issues only upon a comprehensive field investigation which is subsequently subjected to thorough analysis by an expert staff of attorneys and economists.

The operations of existing banks are subject to the supervision of the Comptroller. A staff of approximately 1,200 national bank examiners conducts a detailed examination of each of nearly 5,000 operating national banks on a regular basis. The end product of these examinations is a determination of the financial condition of national banks, the soundness of their operations, and their compliance with applicable laws and regulations. In addition, the Comptroller must approve all mergers involving national banks as well as applications for new branch offices.

In accordance with statute, the Comptroller of the Currency promulgates regulations and rulings for the guidance of national banks. All laws, regulations, and rulings relating to national banks are published in the "Comptrollers Manual for National Banks" and the "Comptrollers Manual for Representatives in Trusts," both available in the Comptroller's office.

